

**EMERY COUNTY**  
**FINANCIAL STATEMENTS**  
**DECEMBER 31, 2004**

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# Kimball & Roberts

Certified Public Accountants

A Professional Corporation

Box 663

Richfield, Utah 84701

Phone 896-6488

## INDEPENDENT AUDITOR'S REPORT

The Honorable Board of County Commissioners  
Emery County  
Castle Dale, Utah 84513

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Emery County as of and for the year ended December 31, 2004, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Emery County's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.


In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Emery County as of December 31, 2004, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated May 18, 2005, on our consideration of Emery County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The Management's Discussion and Analysis, condition assessment of the County's infrastructure and budgetary comparison information on pages 6 through 14, 50 and 51 through 55 are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

The Honorable Board of County Commissioners  
Emery County  
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Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise Emery County's basic financial statements. The combining and individual nonmajor fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

  
KIMBALL & ROBERTS, P. C.  
Certified Public Accountants

May 18, 2005  
Richfield, Utah

## EMERY COUNTY MANAGEMENT'S DISCUSSION AND ANALYSIS

This discussion of Emery County's financial performance provides an overview of the County's financial activities for the year ending December 31, 2004. This report is in conjunction with the County's financial statements.

**All amounts, unless otherwise indicated, are expressed in thousands of dollars.**

The purpose of the County is to provide general services to its residents which includes general government, public safety, public health, highways and public improvements, park and recreation, and conservation and economic development.

### Financial Highlights

- \* The assets of Emery County exceeded its liabilities as of the close of the most recent year by \$32,622 (net assets ). Of this amount, \$11,169 (*unrestricted net assets* ) may be used to meet the government's ongoing obligations to citizens and creditors.
- \* The government's total net assets increased by \$1,084. The revenues met or exceeded the adopted budgeted amounts, and expenditures were less than the adopted budgeted amounts.
- \* At the close of the current year, the Emery County governmental funds reported combined ending fund balances of \$13,232. Approximately 84 percent of this total amount, \$11,156 is available for spending at the government's discretion (*unreserved fund balance* ).
- \* At the end of the current year, unreserved fund balance for the general fund was \$5,223, or 61 percent of total general fund expenditures.
- \* Emery County's total debt did not increase during the current year. Emery County retired \$342 of debt during the current year.

### Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Emery County's basic financial statements. Emery County's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

### Government-wide Financial Statements

The *government-wide financial statements* are designed to provide readers with a broad overview of Emery County's finances, in a manner similar to a private-sector business.

The statement of net assets presents information on all of Emery County's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of Emery County is improving or deteriorating.

The *statement of activities* presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of Emery County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges. The governmental activities of Emery County include general government, public safety, public health, highways and public improvements, parks and recreation, and conservation and economic development.

The government-wide financial statements include not only Emery County itself (known as the primary government) but also five legally separate special service districts, one for recreational activities, one for roads, one for fire protection and two for water and sewer. Financial information for these component units is reported separately from the financial information presented for the primary government itself.

Refer to the table of contents for the location of the government-wide financial statements.

### **Fund Financial Statements**

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Emery County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Emery County can be divided into two categories: governmental funds, and fiduciary funds.

### **Governmental Funds**

*Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statement, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on balance of spendable resources available at the end of the year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditure, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

Emery County maintains seventeen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Capital Replacement Fund, B-Road Fund, Insurance Fund and Capital Projects Fund, all of which are considered to be major funds. Data from the other twelve governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* elsewhere in this report.

Emery County adopts an annual appropriated budget for all its governmental funds. Budgetary comparison statements have been provided for the general fund and major special revenue funds to demonstrate compliance with those budgets.

Refer to the table of contents for the location of the basic governmental fund financial statements.

### **Fiduciary Funds**

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those fund are *not* available to support Emery County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

Refer to the table of contents for the location of the basic fiduciary fund financial statements.

### **Notes To The Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes are part of the basic financial statements.

### **Other Information**

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information concerning Emery County*.

The combining statements referred to earlier in connection with non-major governmental funds is presented immediately following the required supplementary information.

### **Government-Wide Financial Analysis**

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of Emery County, assets exceeded liabilities by \$32,622 at the close of the most recent fiscal year.

By far the largest portion of Emery County's net assets (59 percent) reflects its investment in capital assets (e.g. land, buildings, machinery, equipment and infrastructure), less any related debt used to acquire those assets that is still outstanding. Emery County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Emery County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.



**Governmental Activities:****Emery County's Net Assets**

	<u>2004</u>	<u>2003</u>
Current and Other Assets	13,592	12,670
Capital Assets	<u>27,168</u>	<u>27,285</u>
Total Assets	<u>40,760</u>	<u>39,955</u>
Long-Term Liabilities Outstanding	7,612	7,957
Other Liabilities	<u>526</u>	<u>460</u>
Total Liabilities	<u>8,138</u>	<u>8,417</u>
Net Assets:		
Invested in Capital Assets - Net of Related Debt	19,390	20,856
Restricted	2,063	1,984
Unrestricted	<u>11,169</u>	<u>8,698</u>
Total Net Assets	<u>32,622</u>	<u>31,538</u>

A portion of Emery County's net assets (6 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets (\$11,169) may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the year, Emery County is able to report positive balances in all categories of net assets, both for the government as a whole, as well as for its separate governmental activities.

Governmental activities increased Emery County's net assets by \$1,084. Key elements of this increase follows:

**Emery County's Changes In Net Assets**

	<u>2004</u>	<u>2003</u>
<b>Revenues:</b>		
Program Revenues:		
Charges For Services	4,717	3,454
Operating Grants and Contributions	2,410	2,472
Capital Grants and Contributions	-	163
General Revenues:		
Property Taxes	6,053	6,188
Other Taxes	572	557
Grants and Contributions Not Restricted to Specific Programs	696	959
Unrestricted Investment Earnings	327	290
Other	-	(3)
Total Revenues	<u>14,775</u>	<u>14,080</u>

### Emery County's Changes in Net Assets (Continued)

	2004	2003
<b>Expenses:</b>		
General Government	3,463	3,217
Public Safety	4,454	3,782
Public Health	2,739	2,628
Highways and Public Improvements	1,942	2,015
Parks and Recreation	40	55
Economic Development	240	318
Interest on Long-Term Debt	176	265
Culture and Recreation	647	675
	<hr/>	<hr/>
Total Expenses	13,701	12,955
	<hr/>	<hr/>
Increase in Net Assets Before Transfers	1,074	1,125
	<hr/>	<hr/>
Transfers	10	(10)
	<hr/>	<hr/>
Increase in Net Assets	1,084	1,115
	<hr/>	<hr/>
Net Assets - Beginning	31,538	30,423
	<hr/>	<hr/>
Net Assets - End	32,622	31,538
	<hr/>	<hr/>

### Financial Analysis of the Government's Funds

As noted earlier, Emery County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

### Governmental Funds

The focus of Emery County's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing Emery County's financing requirements. In particular *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the year.

At the end of the year, Emery County's governmental funds reported combined ending fund balances of \$13,232. Approximately 84 percent of this amount (\$11,156) constitutes unreserved fund balance, which is available for spending at the government's discretion. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed: 1) to highways and public improvements, (\$974), 2) to economic development revolving loans, (\$384) and, 3) to Bond Reserves (\$716).

The general fund is the chief operating fund of Emery County. At the end of the current year, unreserved fund balance of the general fund was \$5,223. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 61 percent of total general fund expenditures.

## General Fund Budgetary Highlights

Differences between the original budget and the final amended budget of \$1,330 can be briefly summarized as follows:

- \* \$44 decrease in general government.
- \* \$746 increase in public safety.
- \* \$2 decrease in parks and recreation.
- \* \$77 increase in public health.
- \* \$12 decrease in highways and public improvements.
- \* \$554 increase in non-departmental for transfers to capital improvement fund.
- \* \$11 increase in conservation and economic development.

During the year actual revenues were more than budgeted revenues by \$44 and actual expenditures were less than budgeted expenditures by \$274 resulting in a net increase in fund balance of \$230.

## Capital Asset and Debt Administration

### Capital Assets

Emery County's investment in capital assets for its governmental activities as of December 31, 2004, amounts to \$27,167 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements other than buildings, equipment and infrastructure, which includes roads, highways and bridges. The total decrease in Emery County's investment in capital assets for the current year was \$118.

Major capital asset events during the current year included the following:

- \* Automobile purchases of \$479.
- \* Public safety complex addition improvements of \$118.

Also, the County has elected to use the modified approach to account for its infrastructure assets, such as roads and bridges. That information can be found in the required supplemental information following the notes to the financial statements.

### Emery County's Capital Assets (net of depreciation)

	2004	2003
Land	3,058	3,058
Infrastructure	8,942	8,942
Water Shares	56	56
Buildings	12,961	13,281
Improvements Other Than Buildings	229	120
Autos	1,144	938
Equipment	777	890
Total	27,167	27,285

Additional information on Emery County's capital assets can be found in the notes to the financial statements.

## Long -Term Debt

At the end of the current year, Emery County had total bonded debt outstanding of \$6,830. The debt represents bonds secured solely by specified revenue sources (i.e. revenue bonds).

### Emery County's Outstanding Debt

	<u>2004</u>	<u>2003</u>
Revenue Bonds	<u>6,830</u>	<u>7,172</u>

Additional information on Emery County's long-term debt can be found in the notes of the financial statements.

### Economic Factors and Next Year's Budgets and Rates

- \* The unemployment rate for Emery County is 7.7 percent which is a decrease from a rate of 11.1 percent a year ago. This is higher than the State's average unemployment rate of 4.8 percent and higher than the national average rate of 5.2 percent. An increase in coal mining and truck driving jobs has lowered the unemployment rate of a year ago.
- \* The collection of property taxes in Emery County is a major revenue source. The County is dependent on the operation of two power plants and various coal mines.

These factors were considered in preparing Emery County's budget for 2005 year.

### Request for Information

This financial report is designed to provide a general overview of Emery County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Emery County Clerk/Auditor, 95 East Main, Castle Dale, Utah, 84513.

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## Revenue by Source - Government Activities



■ Property Taxes

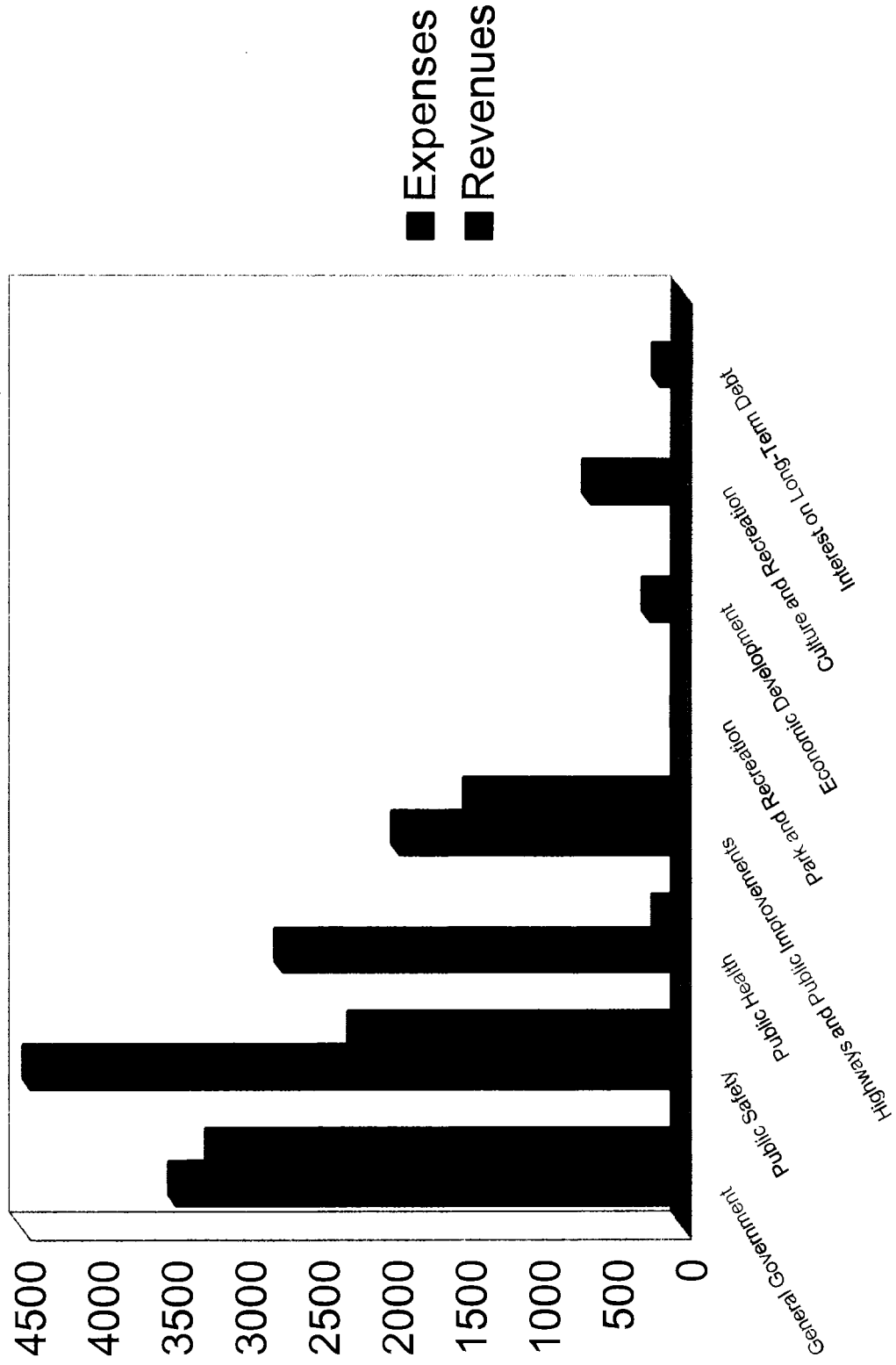
□ Other Taxes

■ Grants & Contributions

□ Unrestricted Investment  
Earnings

■ Charges for Services

# Expenses and Program Revenues



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# **BASIC FINANCIAL STATEMENTS**

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**EMERY COUNTY**  
**STATEMENT OF NET ASSETS**  
**December 31, 2004**

	<u>Primary Government Governmental Activities</u>	<u>Component Units</u>
<b>ASSETS</b>		
Current Assets:		
Cash and Cash Equivalents	12,227,488	2,809,608
Property Taxes Receivable	-	27,650
Notes Receivable	266,010	-
Due From Other Government Units	381,809	48,062
Inventory	-	8,426
Prepaid Expenses	-	17,963
	<u>12,875,307</u>	<u>2,911,709</u>
<b>Total Current Assets</b>		
Noncurrent Assets:		
Restricted Cash and Cash Equivalents	716,848	3,364,827
Bond Issuance Costs	-	45,180
Capital Assets (Net of Accumulated Depreciation):		
Land	3,058,586	241,190
Water Shares	55,500	841,302
Buildings	12,960,860	385,135
Improvements Other Than Buildings	229,327	757,283
Equipment	1,921,177	18,897,221
Construction In Progress	-	969,119
Infrastructure	8,942,000	-
	<u>27,884,298</u>	<u>25,501,257</u>
<b>Total Noncurrent Assets</b>		
<b>TOTAL ASSETS</b>	<u><u>40,759,605</u></u>	<u><u>28,412,966</u></u>

The notes to the financial statements are an integral part of this statement.

Continued

**EMERY COUNTY**  
**STATEMENT OF NET ASSETS**  
**December 31, 2004**

	Primary Government Governmental Activities	Component Units
<b>LIABILITIES</b>		
Current Liabilities:		
Accounts Payable	55,516	53,331
Accrued Liabilities	184,782	5,579
Retention Payable	-	13,435
Deferred Revenue	-	-
Bond and Lease Interest Payable	25,900	93,388
Capital Lease Payable - Due Within One Year	-	50,459
G. O. Bonds Payable - Due Within One Year	-	869,000
Revenue Bonds Payable - Due Within One Year	<u>260,000</u>	<u>142,144</u>
Total Current Liabilities	<u>526,198</u>	<u>1,227,336</u>
Noncurrent Liabilities:		
Landfill Closure and Postclosure Costs	120,000	-
Capital Lease Payable - More Than One Year	-	159,541
G. O. Bonds Payable - More Than One Year	-	6,347,300
Revenue Bonds Payable - More Than One Year	6,570,000	803,148
Compensated Absences	<u>921,432</u>	<u>156,317</u>
Total Noncurrent Liabilities	<u>7,611,432</u>	<u>7,466,306</u>
<b>TOTAL LIABILITIES</b>	<u><b>8,137,630</b></u>	<u><b>8,693,642</b></u>
<b>NET ASSETS</b>		
Investment in Capital Assets, Net of Debt	19,390,118	13,592,324
Restricted For:		
Class B Road	974,295	994,639
Landfill Postclosure Costs	253,420	-
General Fund - Water Plant	-	48,388
Revolving Loan Fund	118,244	-
Bond Reserves	716,848	1,122,201
Capital Outlay	-	2,194,238
Unrestricted	<u>11,169,050</u>	<u>1,767,534</u>
<b>TOTAL NET ASSETS</b>	<u><b>32,621,975</b></u>	<u><b>19,719,324</b></u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u><b>40,759,605</b></u>	<u><b>28,412,966</b></u>

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**EMERY COUNTY**  
**STATEMENT OF ACTIVITIES**  
**For The Year Ended December 31, 2004**

Function/Programs Primary Government:	Program Revenues				Net (Expense) Revenues Changes in Net Assets	
	Expenses	Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions	Primary Gov't	Component
					Governmental Activities	Units
Governmental Activities:						
General Government	3,462,720	2,969,050	239,970	-	(253,700)	-
Public Safety	4,453,829	1,719,862	522,028	-	(2,211,939)	-
Public Health	2,739,348	-	171,729	-	(2,567,619)	-
Highways and Public Improvements	1,942,443	20,458	1,430,423	-	(491,562)	-
Park and Recreation	39,980	-	-	-	(39,980)	-
Economic Development	239,532	10	28,172	-	(211,350)	-
Culture and Recreation	647,051	7,439	18,141	-	(621,471)	-
Interest on Long-Term Debt	175,615	-	-	-	(175,615)	-
Total Primary Government	13,700,518	4,716,819	2,410,463	-	(6,573,236)	-
Component Units:						
Governmental Type:						
Road District	1,319,704	122,864	2,017,515	-	-	820,675
Recreation District	418,562	78,840	397,474	-	-	57,752
Fire Protection District	484,057	-	314,908	-	-	(169,149)
Castle Valley District	3,745,439	401,539	-	672,262	-	(2,671,638)
Business Type:						
North Emery Water Users District	266,478	169,277	154,892	-	-	57,691
Total Component Units	6,234,240	772,520	2,884,789	-	-	(1,904,669)
General Revenues:						
Property Taxes					6,052,902	2,264,056
Fee-In-Lieu of Property Taxes					273,565	-
Sales Taxes					161,792	-
Transient Room Tax					137,338	-
Grants and Contributions Not Restricted to Specific Programs					695,745	596,726
Unrestricted Investment Earnings					326,552	103,210
Other Income					-	10,230
Transfers					9,793	-
Total General Revenues and Transfers					7,657,687	2,974,222
Change in Net Assets					1,084,451	1,069,553
Net Assets - Beginning					31,537,524	18,649,771
Net Assets - Ending					32,621,975	19,719,324

The notes to the financial statements are an integral part of this statement.

**EMERY COUNTY**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**

**For The Year Ended December 31, 2004**

<b>ASSETS</b>	<b>General Fund</b>	<b>Class B Roads Fund</b>	<b>Insurance Fund</b>	<b>Capital Replacement</b>	<b>Capital Project Fund</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
Cash and Cash Equivalents	5,568,243	628,496	1,040,815	1,282,112	1,374,388	3,050,282	12,944,336
Due From Other Government Units	-	345,873	-	-	-	35,936	381,809
Notes Receivable	-	-	-	-	-	266,010	266,010
<b>TOTAL ASSETS</b>	<b>5,568,243</b>	<b>974,369</b>	<b>1,040,815</b>	<b>1,282,112</b>	<b>1,374,388</b>	<b>3,352,228</b>	<b>13,592,155</b>
<b>LIABILITIES AND FUND BALANCES</b>							
Liabilities:							
Accounts Payable	40,306	74	-	-	-	15,136	55,516
Accrued Liabilities	184,781	-	-	-	-	-	184,781
Accrued Landfill Costs	120,000	-	-	-	-	-	120,000
<b>Total Liabilities</b>	<b>345,087</b>	<b>74</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>15,136</b>	<b>360,297</b>
<b>Fund Balances:</b>							
Reserved For:							
Class "B" Road	-	974,295	-	-	-	-	974,295
Bond Reserves	-	-	-	-	-	716,848	716,848
Revolving Loan Fund	-	-	-	-	-	384,254	384,254
Unreserved, Reported In:							
General Fund	5,223,156	-	-	-	-	-	5,223,156
Special Revenue Funds	-	-	1,040,815	1,282,112	-	1,126,756	3,449,683
Capital Projects Fund	-	-	-	-	1,374,388	1,109,234	2,483,622
<b>Total Fund Balance</b>	<b>5,223,156</b>	<b>974,295</b>	<b>1,040,815</b>	<b>1,282,112</b>	<b>1,374,388</b>	<b>3,337,092</b>	<b>13,231,858</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>5,568,243</b>	<b>974,369</b>	<b>1,040,815</b>	<b>1,282,112</b>	<b>1,374,388</b>	<b>3,352,228</b>	<b>13,592,155</b>

The notes to the financial statements are an integral part of this statement.

**EMERY COUNTY**  
**BALANCE SHEET RECONCILIATION TO STATEMENT OF NET ASSETS**

**December 31, 2004**

Total Fund Balances - Governmental Fund Types	13,231,858
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Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:

Land	3,058,586
Water Shares	55,500
Buildings	12,960,860
Improvements Other Than Buildings	229,327
Equipment	1,921,177
Infrastructure	<u>8,942,000</u>

Total - Net of Depreciation	27,167,450
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Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:

Revenue Bonds	(6,830,000)
Compensated Absences	(921,433)
Accrued Interest Payable	<u>(25,900)</u>

Total Long-Term Debt	<u>(7,777,333)</u>
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Net Assets of Government Activities	<u><u>32,621,975</u></u>
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**EMERY COUNTY**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS**  
For The Year Ended December 31, 2004

	General Fund	Class B Roads Fund	Insurance Fund	Capital Replacement	Capital Project Fund	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>							
Property Tax	5,455,826	-	-	-	-	597,076	6,052,902
Fee-In-Lieu of Property Tax	273,565	-	-	-	-	-	273,565
Sales Tax	161,792	-	-	-	-	-	161,792
Transient Room Tax	-	-	-	-	-	137,338	137,338
Licenses and Permits	21,083	-	-	-	-	-	21,083
Intergovernmental	1,876,969	1,430,423	1,637,035	-	-	1,224,918	6,169,345
Charges for Services	525,901	-	-	-	-	-	525,901
Fines and Forfeitures	346,781	-	-	-	-	-	346,781
Interest	186,691	14,093	20,587	19,371	23,383	62,427	326,552
Miscellaneous	283,352	20,458	-	-	-	456,107	759,917
<b>Total Revenues</b>	<b>9,131,960</b>	<b>1,464,974</b>	<b>1,657,622</b>	<b>19,371</b>	<b>23,383</b>	<b>2,477,866</b>	<b>14,775,176</b>
<b>Expenditures:</b>							
<b>Current:</b>							
General Government	3,211,366	-	-	159,887	-	-	3,371,253
Public Safety	3,717,990	-	-	-	-	267,270	3,985,260
Public Health	825,134	-	1,781,845	-	-	-	2,606,979
Highways and Public Improvements	330,067	1,422,911	-	-	-	-	1,752,978
Parks and Recreation	31,401	-	-	-	-	-	31,401
Economic Development	44,187	-	-	-	-	195,345	239,532
Culture and Recreation	-	-	-	-	-	647,051	647,051
Debt Service:							
Principal	-	-	-	-	-	342,000	342,000
Interest	-	-	-	-	-	222,995	222,995
Capital Outlay	375,683	49,250	-	171,964	-	118,205	715,102
<b>Total Expenditures</b>	<b>8,535,828</b>	<b>1,472,161</b>	<b>1,781,845</b>	<b>331,851</b>	<b>-</b>	<b>1,792,866</b>	<b>13,914,551</b>
<b>Excess Revenue Over (Under) Expenditures</b>	<b>596,132</b>	<b>(7,187)</b>	<b>(124,223)</b>	<b>(312,480)</b>	<b>23,383</b>	<b>685,000</b>	<b>860,625</b>
<b>Other Financing Sources (Uses):</b>							
Transfers In	315,297	-	-	400,000	156,000	135,287	1,006,584
Transfers Out	(681,550)	-	-	-	-	(315,241)	(996,791)
<b>Total Other Financing</b>	<b>(366,253)</b>	<b>-</b>	<b>-</b>	<b>400,000</b>	<b>156,000</b>	<b>(179,954)</b>	<b>9,793</b>
<b>Net Change In Fund Balance</b>	<b>229,879</b>	<b>(7,187)</b>	<b>(124,223)</b>	<b>87,520</b>	<b>179,383</b>	<b>505,046</b>	<b>870,418</b>
<b>Fund Balance - Beginning</b>	<b>4,993,277</b>	<b>981,482</b>	<b>1,165,038</b>	<b>1,194,592</b>	<b>1,195,005</b>	<b>2,832,046</b>	<b>12,361,440</b>
<b>Fund Balance - Ending</b>	<b>5,223,156</b>	<b>974,295</b>	<b>1,040,815</b>	<b>1,282,112</b>	<b>1,374,388</b>	<b>3,337,092</b>	<b>13,231,858</b>

The notes to the financial statements are an integral part of this statement.

**EMERY COUNTY**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**

**For The Year Ended December 31, 2004**

Amounts reported for governmental activities in the statement of activities  
are different because:

Net Changes in Fund Balances - Total Governmental Funds	870,418
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Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period:

Capital Outlays	715,102	
Depreciation Expense	<u>(832,401)</u>	
Total		(117,299)

The issuance of long-term debt (e.g., bonds, leases) provide current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. This amount is the net effect of these differences in the treatment of long-term debt and related items:

Principal Payments on Debt	342,000
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Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:

Compensated Absences	(58,048)	
Accrued Interest Expense	<u>47,380</u>	
Total		<u>(10,668)</u>

Changes In Net Assets of Governmental Activities	<u><u>1,084,451</u></u>
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**EMERY COUNTY  
STATEMENT OF FIDUCIARY NET ASSETS  
AGENCY FUND**

**December 31, 2004**

**ASSETS:**

Cash and Investments	<u>8,451,395</u>
TOTAL ASSETS	<u><u>8,451,395</u></u>

**LIABILITIES:**

Collections Payable	<u>289,050</u>
TOTAL LIABILITIES	<u><u>289,050</u></u>

**FIDUCIARY NET ASSETS:**

Net Assets - Trust Funds	<u>8,162,345</u>
TOTAL FIDUCIARY NET ASSETS	<u><u>8,162,345</u></u>
TOTAL LIABILITIES AND FIDUCIARY NET ASSETS	<u><u>8,451,395</u></u>

**EMERY COUNTY**  
**NOTES TO FINANCIAL STATEMENTS**

**December 31, 2004**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accompanying basic financial statements of Emery County have been prepared in conformity with accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board.

The accompanying basic financial statements present the financial position of various fund types and the results of operations of the various fund types. The basic financial statements are presented for the year ended December 31, 2004.

**A. Reporting Entity:**

For financial reporting purposes, Emery County has included all funds. The County has also considered all potential component units for which it is financially accountable and that exclusion would cause the County's financial statements to be misleading or incomplete. The Governmental Accounting Standards Board has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body and (1) the ability of the County to impose its will on that organization or (2) the potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the County.

As required by generally accepted accounting principles, these basic financial statements present Emery County (the primary government) and its component units. The component units are included in the County's reporting entity because of the significance of their operational or financial relationships with the County. Complete financial statements of the individual component units, that issued separate financial statements, can be obtained from the Emery County Auditor's office.

**Discrete Component Units:**

These component units are entities which are legally separate from the County, but are financially accountable to the County or whose relationships with the County are such that exclusion would cause the County's financial statements to be misleading or incomplete. The County must approve their tax rates and debt. The County could also take away their operating authority and could dissolve the District. Each of these districts was organized under the State of Utah's Statute or special service districts, Section 17A-2-1300. The component units column of the combined financial statements include the financial data of the following entities:

- \* Castle Valley Special Service District (Governmental Fund Type) - This Special Service District was organized under the State of Utah's Statute for Special Service Districts by Emery County in 1976. The District has a 10 member board comprised of three (3) members appointed by County Commissioners and seven (7) members who are appointed by the Towns that are encompassed by the District's services. The District provides the following services: Culinary

**EMERY COUNTY  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**December 31, 2004**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

water, sewer, pressurized irrigation, drainage and road improvements and maintenance. The District was audited by other independent auditors, and their report, dated March 10, 2005, has been previously issued under separate cover. A copy of the report can be obtained at the Emery County Auditor's office in Castle Dale, Utah.

- \* **Emery County Special Service District #1 (Governmental Fund Type)** - This District was created by the adoption of a resolution to establish a special service district by the Emery County Commissioners on November 2, 1988 for the purpose of improving the county road system in Emery County. The Special Service District's Administrative Control Board consists of five (5) members, each of whom was appointed by the Board of Commissioners. The Board of Commissioners appointed the initial two members to serve two year terms and the remaining three members to serve four year terms. The Board members, at their initial meeting, elected a chairperson and a secretary to serve such terms as the board shall determine. The District was audited by us, and the report was dated May 18, 2005, and has been previously issued under separate cover. A copy of the report can be obtained at the Emery County Auditor's office in Castle Dale, Utah.
- \* **Emery County Recreation Special Service District (Governmental Fund Type)** - This District was created January 8, 1992, by the adoption of a resolution to establish a special service district by the Emery County Commissioners for the purpose of constructing improvements for recreation and to provide recreational facilities for the residents of Emery County. The Special Service District's Administrative Control Board consists of twelve (12) members, nine (9) of which represent the Towns or Cities which belong to the District and three (3) at large members appointed by the Commission. Five members are appointed to a two (2) year term and seven members are appointed to a four (4) year term. The District was audited by us, and the report was dated May 18, 2005, and has been previously issued under separate cover. A copy of the report can be obtained at the Emery County Auditor's office in Castle Dale, Utah.
- \* **Emery County Fire Protection Special Service District (Governmental Fund Type)** - The District was created January 8, 1992, by the adoption of a resolution to establish a special service district by the Emery County Commissioners for the purpose of the construction of improvements for fire control, public health, and the necessity of providing fire protection to the residents of Emery County. The District's administrative Control Board consists of eleven (11) members, eight (8) of which represent the Towns or Cities which belong to the District and three (3) at large members appointed by the Commission. Five members are appointed to a two (2) year term and six members are appointed to a four (4) year term. The District was audited by us, and the report was dated May 18, 2005, and has been previously issued under separate cover. A copy of the report can be obtained at the office of the Emery County Auditor in Castle Dale, Utah.

**EMERY COUNTY**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**December 31, 2004**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

- \* North Emery Water Users Special Service District (Proprietary Fund Type) - On May 15, 2001, the Board of County Commissioners of Emery County Created by Resolution No. 5-15-01 the North Emery Waters Users Special Service District. The purpose of the District is to receive, through contribution or acquisition, the necessary facilities, appurtenances and equipment to process and distribute culinary water to residents within the District's boundaries. The District was audited by other independent auditors, and their report, dated January 22, 2005, has been previously issued under separate cover. A copy of the report can be obtained at the Emery County Auditor's office in Castle Dale, Utah.

**B. Government-Wide and Fund Financial Statements**

The government-wide financial statements (i.e., statement of net assets and statement of changes in net assets) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

**C. Measurement Focus, Basis of Accounting and Basis of Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and accrual basis of accounting as are the proprietary fund and the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

**EMERY COUNTY**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**December 31, 2004**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, Emery County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses and interest associated with the current fiscal period are considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenues items are considered to be measurable and available only when cash is received by the government.

The government reports the following major governmental funds:

The General Fund is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Capital Projects Fund accounts for the acquisition of fixed assets or construction of major capital projects not being financed by proprietary or nonexpendable trust funds.

The Insurance Fund accounts for insurance charges to departments and accounts for expenditures for insurance purposes.

The Capital Replacement which accounts for the purchase of major fixed assets.

The B Road Fund receives funding from the State Department of Transportation to be expended on eligible B Roads in the County.

The Government also reports the following Other Governmental Funds:

Revolving Loan Fund, Drug Court, Emergency 911, Narcotics Task Force, Economic Development, Historic Preservation, Library, Transient Room Tax, Flood Control, Industrial Park, Debt Service and Municipal Building Authority. These funds account for revenue sources that are restricted to expenditures for specific purposes.

**EMERY COUNTY**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**December 31, 2004**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

The Government reports the following fund types:

The Treasurer's Tax Collection Agency Fund is used to account for taxes collected by the County Treasurer but not paid as of December 31 to the taxing entities within the County.

The Justice Court Trust Fund which collects fines and bail monies in the Justice Court and remits the monies to the appropriate agencies and parties to the court actions.

The Compensated Absences Trust Fund which accounts for monies held for possible future payments to employees for employee benefits.

The Landfill Assurance Fund which accounts for monies placed in the account to be held for future costs of closing the County landfill.

The Payroll Trust Fund is used to account for payroll liabilities accrued and then paid out to meet payroll obligations.

The County has the General and Library Tax Stability Trust Funds which hold monies set aside to provide stability in case the tax base of the County is reduced dramatically in regards to the two power plants located within the County.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The government has elected not to follow subsequent private-sector guidance.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

**D. Assets, Liabilities and Net Assets or Equity**

**Deposits and Investments:**

The government's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

**EMERY COUNTY**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**December 31, 2004**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

State statutes authorize the government to invest in obligations of the U. S. Treasury, commercial paper, corporate bonds, repurchase agreements and the State Treasurer's Investment Pool.

Investments for the government, as well as for its component units, are reported at fair value. The State Treasurer's Investment Pool operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares.

**Capital Assets:**

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$10,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant and equipment of the primary government, as well as the component units, is depreciated using the straight line method over the following estimated useful lives:

Buildings	40 Years
Improvements Other Than Buildings	20 Years
Equipment	5 Years

**Compensated Absences:**

The County has a policy which allows employees to accumulate vacation pay and sick pay. The County allows 80 hours of vacation pay to be carried over from year to year. The County allows unlimited hours of sick pay to be carried into the next year.

**Long-Term Obligations:**

In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net assets.

**EMERY COUNTY**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**December 31, 2004**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

In the fund financial statement, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, if any, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuance are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**Fund Equity:**

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designation of fund balance represent tentative management plans that are subject to change.

**E. Property Tax Calendar:**

January 1	Lien Date - All property appraised based upon situs and status as of this date (real and personal).
March 1	Calendar year taxing entities must inform the County of the date, time and place of the budget hearing for the next fiscal year for inclusion with tax notice.
June 22	All taxing entities to adopt tentative budgets and proposed tax rates and report them to the county auditor.
July 22	County auditor to prepare and mail Notice of Valuation and Tax Changes to all real property owners, including centrally assessed property owners or in the event that Notices of Valuation and Tax Changes are not required, the county auditor is to compute taxes and the county treasurer is to mail tax notices.
September 1	State Tax Commission approves tax rates.
November 1	County auditor is to deliver the equalized assessment roll to the county treasurer with affidavit.
November 1	County auditor to charge the county treasurer to account for all taxes levied.
November 1	County treasurer to mail tax notices. Tax notices for calendar year entities include notice of budget hearings.
November 30	Taxes on real property become delinquent.



**EMERY COUNTY**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**December 31, 2004**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**F. Budgets and Budgetary Accounting:**

The governing body of the entity shall establish the time and place of the public hearing to consider the adoption of the budget and shall publish notice of the hearing at least seven days prior to the hearing in at least one issue of the newspaper of general circulation published within the County in which the entity is located. If no such newspaper is published, the required notice may be posted in three public places within the entity's jurisdiction. The tentative budget must be made available to the public for inspection for a number of days, as provided by law, prior to the budget hearing.

1. On or before the first regularly scheduled meeting of the County Commission in the month of November, the County Auditor prepares a tentative budget for the next budget year.
2. After a public notice has been published, a public hearing is then held on the adoption of the budget.
3. After the public hearing, the County Commission makes final adjustments to the tentative budget.
4. On or before December 15, the County Commission adopts the budget by resolution or ordinance and sets the tax rate for taxes.
5. The budget officer may transfer unexpended budgeted amounts within departments.
6. The County Commission may transfer unexpended budgeted amounts from one department in a fund to another department in the same fund by resolution.
7. The total budget appropriation of any governmental fund may be increased only after a public hearing has been held and followed by resolution of the County Commission.
8. Budgets for the General fund are adopted on a basis consistent with generally accepted accounting principles (GAAP).

The appropriated budget is prepared by fund, function and department. The government's department heads may make transfers of appropriations within a department. Transfers of appropriations between departments require the approval of the governing council. The legal level of budgetary control is the department level.

The Fiscal Procedures Act for Utah Counties require Counties to restrict expenditures to authorized departmental budgets. The combined statement of revenues, expenditures and changes in fund balance - budget and actual identifies the departments and funds which have overexpended budgeted amounts if any and, therefore, do not comply with appropriate fiscal procedures.

**EMERY COUNTY**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**December 31, 2004**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**G. Use of Estimates:**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**NOTE 2 - DEPOSITS AND INVESTMENTS**

The County maintains a cash and investment pool that is available for use by all funds. Each fund types portion of this pool is displayed on the combined balance sheet as "Cash and Cash Equivalents".

**Deposits:**

At December 31, 2004, the carrying amount of Emery County's deposits for the primary government was \$226,666 and the bank balances were \$311,501. Of the bank balances \$223,037 was covered by federal depository insurance. At December 31, 2004, the carrying amount of the component units deposits was \$193,103 and the bank balances were \$370,578. Of the bank balances, \$271,432 was covered by federal depository insurance. The remaining deposits for the primary government were uninsured and uncollateralized and were held by various financial institutions. The State of Utah does not require collateral on deposits. However, the State Commissioner of Financial institutions monitors financial institutions monthly and establishes limits for deposit of public money at individual financial institutions.

**Investments:**

Statutes authorize the County to invest in obligations of the U. S. Treasury, agencies, and instrumentalities, commercial paper rated A-1 by Standards & Poor's Corporation or P-1 by Moody's Commercial Paper Record, bankers' acceptances, repurchase agreements, and the state treasurer's investment pool. The County is also authorized to enter into reverse repurchase agreements.

The County's investments are categorized below to give an indication of the level of risk assumed by the entity at year-end. Category 1 includes investments that are insured or registered or for which the securities are held by the County or its agent in the County's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the broker's or dealer's trust department or agent in the County's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the broker or dealer or by its trust department or agent but not in County's name.

Cash is shown in the financial statements as follows:

Balance Sheet - Governmental Funds	12,944,336
Agency Fund Statement	<u>8,451,395</u>
Total	<u><u>21,395,731</u></u>

**EMERY COUNTY**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**December 31, 2004**

**NOTE 2 - DEPOSITS AND INVESTMENTS (CONTINUED)**

Investments for the Primary Government at December 31, 2004, are as follows:

	<u>Category 1</u>	<u>Category 2</u>	<u>Category 3</u>	<u>Carrying Amount/ Fair Value</u>
Repurchase Agreements	<u>-</u>	<u>-</u>	<u>251,576</u>	251,576
Other Items:				
State Treasurer's Investment Pool				20,191,117
Zion's Escrow Accounts				<u>726,372</u>
Total Investments				<u>21,169,065</u>

Due to significantly higher cash flows at certain times during the year, the County's investment in overnight repurchase agreements for which the underlying securities were held by the dealer increased significantly. As a result, the amounts that were in Category 3 at those times were substantially higher than at year-end.

Investments for the Component Units at December 31, 2004, are as follows:

	<u>Category 1</u>	<u>Category 2</u>	<u>Category 3</u>	<u>Carrying Amount/ Fair Value</u>
Investments	<u>-</u>	<u>-</u>	<u>-</u>	-
Other Items:				
State Treasurer's Investment Pool				<u>5,981,332</u>
Total Investments				<u>5,981,332</u>

The Utah Public Treasurer's Investment Fund is an external deposit and investment pool wherein governmental entities are able to pool the monies from several entities to improve investment efficiency and yield. These monies are invested primarily in money market securities and contain no withdrawal restrictions. As such, the monies invested in this fund are not insured and are subject to the same market risks as any similar investment in money market funds.

**NOTE 3 - ECONOMIC DEPENDENCY**

Emery County is dependent on Utah Power and Light Company for 81% of its property tax revenue. Of the tax revenue generated by the County, 89% is from State assessed property. If this revenue source was not available, Emery County would lose the majority of its property tax revenue.

**NOTE 4 - NOTES RECEIVABLE**

The amount of \$266,010 represents amounts due the Economic Development Fund from small business owners who have borrowed money from the revolving loan fund.

**EMERY COUNTY**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**December 31, 2004**

**NOTE 5 - CAPITAL ASSETS**

Capital assets activity for the year ended December 31, 2004, was as follows:

**Capital Assets (Primary Government):**

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
<b>Governmental Activities:</b>				
Capital Assets Not Being Depreciated:				
Land	185,186	-	-	185,186
Land Under Roads	2,582,400	-	-	2,582,400
Land - Rights of Way	291,000	-	-	291,000
Water Shares	55,500	-	-	55,500
Infrastructure	<u>8,942,000</u>	<u>-</u>	<u>-</u>	<u>8,942,000</u>
 Total Capital Assets Not Being Depreciated	 <u>12,056,086</u>	 <u>-</u>	 <u>-</u>	 <u>12,056,086</u>
Capital Assets Being Depreciated:				
Buildings	14,446,387	-	-	14,446,387
Imprv. Other Than Bldgs	203,501	118,205	-	321,706
Auto	2,850,199	479,147	14,393	3,314,953
Equipment	<u>4,819,536</u>	<u>117,750</u>	<u>100,075</u>	<u>4,837,211</u>
 Total Capital Assets Being Depreciated	 <u>22,319,623</u>	 <u>715,102</u>	 <u>114,468</u>	 <u>22,920,257</u>
Less Accumulated Depreciation For:				
Buildings	1,165,159	320,367	-	1,485,526
Imprv. Other Than Bldgs	83,304	9,075	-	92,379
Auto	1,912,665	272,434	14,393	2,170,706
Equipment	<u>3,929,832</u>	<u>230,525</u>	<u>100,075</u>	<u>4,060,282</u>
 Total Accumulated Depreciation	 <u>7,090,960</u>	 <u>832,401</u>	 <u>114,468</u>	 <u>7,808,893</u>
 Total Capital Assets Being Depreciated (Net)	 <u>15,228,663</u>	 <u>(117,299)</u>	 <u>-</u>	 <u>15,111,364</u>
 Governmental Activities Capital Assets, Net	 <u>27,284,749</u>	 <u>(117,299)</u>	 <u>-</u>	 <u>27,167,450</u>

**EMERY COUNTY**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**December 31, 2004**

**NOTE 5 - CAPITAL ASSETS (CONTINUED)**

Depreciation expense was charged to functions of the Primary Government as follows:

	<u>Governmental Activities</u>
General Government	62,443
Public Safety	439,545
Public Health	132,369
Highways and Public Improvements	189,465
Parks and Recreation	<u>8,579</u>
Total Depreciation Expense	<u><u>832,401</u></u>

**Component Units:**

Statement of Changes in Capital Assets (Component Units) as of December 31, 2004:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
<b>Governmental Activities:</b>				
Capital Assets Not Being Depreciated:				
Land	178,982	39,701	-	218,683
Work In Progress	<u>23,137</u>	<u>730,481</u>	<u>-</u>	<u>753,618</u>
Land	<u>202,119</u>	<u>770,182</u>	<u>-</u>	<u>972,301</u>
Capital Assets Being Depreciated:				
Buildings	447,703	-	-	447,703
Improvements	25,287,271	593,808	-	25,881,079
Equipment	<u>3,346,437</u>	<u>272,200</u>	<u>-</u>	<u>3,618,637</u>
Total Capital Assets Being Depreciated	<u>29,081,411</u>	<u>866,008</u>	<u>-</u>	<u>29,947,419</u>
Less Accumulated Depreciation For:				
Buildings	51,377	11,191	-	62,568
Improvements	8,777,961	666,419	-	9,444,380
Equipment	<u>2,544,243</u>	<u>157,855</u>	<u>-</u>	<u>2,702,098</u>
Total Accumulated Depreciation	<u>11,373,581</u>	<u>835,465</u>	<u>-</u>	<u>12,209,046</u>
Total Capital Assets Being Depreciated (Net)	<u>17,707,830</u>	<u>30,543</u>	<u>-</u>	<u>17,738,373</u>
Governmental Activities Capital Assets, Net	<u><u>17,909,949</u></u>	<u><u>30,543</u></u>	<u><u>-</u></u>	<u><u>18,710,674</u></u>

**EMERY COUNTY**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

December 31, 2004

**NOTE 5 - CAPITAL ASSETS (CONTINUED)**

	Beginning Balance	Additions	Deletions	Ending Balance
<b>Business Type Activities:</b>				
Capital Assets Not Being Depreciated:				
Land	22,507	-	-	22,507
Water Stock	839,502	1,800	-	841,302
Work In Progress	21,059	-	17,394	3,665
 Total Capital Assets Not Being Depreciated	 883,068	 1,800	 -	 867,474
 Capital Assets Being Depreciated:				
Buildings	38,753	-	25,211	13,542
Improvements	3,651,074	239,659	-	3,890,733
Equipment	172,858	24,035	-	196,893
 Total Capital Assets Being Depreciated	 3,862,685	 263,694	 25,211	 4,101,168
 Less Accumulated Depreciation For:				
Buildings	31,259	-	17,717	13,542
Improvements	1,330,253	99,958	-	1,430,211
Equipment	116,044	28,269	-	144,313
 Total Accumulated Depreciation	 1,477,556	 128,227	 17,717	 1,588,066
 Total Capital Assets Being Depreciated (Net)	 2,385,129	 135,467	 7,494	 2,513,102
 Business Type Activities Capital Assets, Net	 3,268,197	 135,467	 7,494	 3,380,576
 Total - Government Wide	 <u>21,178,146</u>	 <u>166,010</u>	 <u>7,494</u>	 <u>22,091,250</u>

**EMERY COUNTY**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**December 31, 2004**

**NOTE 6 - PUBLIC SAFETY COMPLEX**

During 2001 the Municipal Building Authority of Emery County issued \$2,250,000 Taxable Lease Revenue Bonds, Series 2001A and \$2,000,000 Lease Revenue Bonds, Series 2001B for the purpose of financing the acquisition and construction of a jail facility and related public safety improvements and to pay costs of issuance of the Series 2001A and 2001B Bonds.

The Series 2001A Bonds were purchased by the State of Utah Community Impact Board at 0% interest and requires 15 yearly payments of \$150,000 beginning in March of 2008. The original issue date was July 27, 2001.

The Series 2001B Bonds were purchased by Wells Fargo Bank with interest at 4.07% and required one payment on August 1, 2003 of \$2,168,821 including interest. The original issue date was July 27, 2001.

The 2001 Project has been leased by the Municipal Building Authority to Emery County under the terms of an annually renewable Master Lease Agreement dated as of July 1, 2001. Under the master lease, the County has agreed to pay the Municipal Building Authority annual base rentals as defined in the lease agreement in consideration of its right to use the 2001 project and for the option to purchase granted in the lease agreement. During 2002 the County refunded the \$2,000,000 bond and issued other bonds in the amount of \$4,850,000 which includes funding for a new court complex.

The funding for the cost of the new Public Safety Complex is as follows:

	<u>Amount</u>
Community Impact Board Bonds	2,250,000
Wells Fargo 2002 Bonds	4,850,000
Wells Fargo 2003 Bonds	162,000
Community Impact Board Grant	<u>413,000</u>
Total	<u><u>7,675,000</u></u>

**NOTE 7 - COMPENSATED ABSENCES**

Compensated absences of Emery County represent accrued vacation and sick pay at December 31, 2004, in the amount of \$921,432.

**NOTE 8 - LONG-TERM DEBT**

**Lease Revenue Bonds, Series 2001A:**

During 2001 the County issued Lease Revenue Bonds in the amount of \$2,250,000 for the purpose of constructing a new public safety building. The bonds require yearly payments with 0% interest.

**EMERY COUNTY**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

December 31, 2004

**NOTE 8 - LONG-TERM DEBT (CONTINUED)**

The following is a summary of debt service charges to maturity:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2005	-	-	-
2006	-	-	-
2007	-	-	-
2008	150,000	-	150,000
2009	150,000	-	150,000
2010-2014	750,000	-	750,000
2015-2019	750,000	-	750,000
2020-2024	450,000	-	450,000
Total	<u>2,250,000</u>	<u>-</u>	<u>2,250,000</u>

**Lease Revenue Bonds, Series 2002:**

During the year the County issued Lease Revenue Bonds in the amount of \$4,850,000 for the purpose of constructing a new court complex in conjunction with the new public safety building. The bonds require yearly payments with interest ranging from 3.5% to 5.125%.

The following is a summary of debt service charges to maturity:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2005	260,000	203,348	463,348
2006	275,000	193,985	468,985
2007	280,000	183,573	463,573
2008	140,000	175,173	315,173
2009	145,000	169,473	314,473
2010-2014	825,000	749,700	1,574,700
2015-2019	1,015,000	446,869	1,461,869
2020-2024	1,640,000	219,606	1,859,606
Total	<u>4,580,000</u>	<u>2,341,727</u>	<u>6,921,727</u>

**2003 Lease Revenue Bonds:**

During 2003 the County issued Municipal Building authority Lease Revenue Bonds, Series 2003, in the amount of \$162,000 to Wells Fargo Bank. The bonds are dated March 28, 2003 and carry an interest rate of 2.5%. Principal and interest payments are due annually on March 1st. The bonds were issued to help fund the new Public Safety Complex. These bonds were paid in full during the current year.



**EMERY COUNTY**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

December 31, 2004

**NOTE 8 - LONG-TERM DEBT (CONTINUED)**  
**Long-Term Debt - Primary Government (Continued):**

The following is a schedule of changes in long-term debt for the Primary Government as of December 31, 2004:

	Date of Issue	Interest Rate	Total Issued	Outstanding December 31, 2003	Issued	Matured	Outstanding December 31, 2004
<b>Building Authority:</b>							
PCIB Taxable Lease Revenue Bonds	2001	0%	2,250,000	2,250,000	-	-	2,250,000
Wells Fargo Bank Revenue Bonds	2002	3.5% - 5.125%	4,850,000	4,760,000	-	180,000	4,580,000
Wells Fargo Bank Revenue Bonds	2003	2.50%	162,000	162,000	-	162,000	-
Grand Total			7,262,000	7,172,000	-	342,000	6,830,000

The following is a summary of all long-term debt service charges to maturity.

	Principal	Interest	Total
2005	260,000	203,348	463,348
2006	275,000	193,985	468,985
2007	280,000	183,573	463,573
2008	290,000	175,173	465,173
2009	295,000	169,473	464,473
2010-2014	1,575,000	749,700	2,324,700
2015-2019	1,765,000	446,869	2,211,869
2020-2024	<u>2,090,000</u>	<u>219,606</u>	<u>2,309,606</u>
	<u>6,830,000</u>	<u>2,341,727</u>	<u>9,171,727</u>

**EMERY COUNTY**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

December 31, 2004

**NOTE 8 - LONG-TERM DEBT (CONTINUED)**  
**Long-Term Debt (Component Units):**

The following is a schedule of changes in Bonds Payable - Governmental (Component Units):

	Balance December 31, 2003	Debt Retirement/ Defeasement	New Issues	Balance December 31, 2004
Water Bonds - 2001	286,435	28,643	-	257,792
Water Bonds - 2004	-	-	47,500	47,500
GOB Series 1998A	167,000	167,000	-	-
GOB Series 1999A	900,000	300,000	-	600,000
GOB Series 1999B	22,000	22,000	-	-
GOB Series 2000A	1,000,000	188,000	-	812,000
GOB Series 2001A	1,000,000	170,000	-	830,000
GOB Series 2002	743,800	142,800	-	601,000
GOB Series 2003A	1,000,000	-	-	1,000,000
GOB Series 2003B	2,100,000	-	-	2,100,000
GOB Series 2004A	-	-	1,273,300	1,273,300
Capital Lease	-	-	210,000	210,000
CIB Lease Revenue Bond	168,000	21,000	-	147,000
CIB Loan - 1999	295,000	46,000	-	249,000
CIB Loan - 1999	285,000	41,000	-	244,000
<b>GRAND TOTAL</b>	<b><u>7,967,235</u></b>	<b><u>1,126,443</u></b>	<b><u>1,530,800</u></b>	<b><u>8,371,592</u></b>

The following is a schedule of Long-Term Debt to maturity:

	Water Bonds 2001	Water Bonds 2004	GOB Series 1999A	GOB Series 2000A	GOB Series 2001A	GOB Series 1999B	GOB Series 2003A
2005	28,643	4,500	300,000	194,000	200,000	145,000	-
2006	28,643	4,000	300,000	200,000	205,000	148,000	-
2007	28,643	4,000	-	206,000	210,000	151,000	-
2008	28,643	5,000	-	212,000	215,000	157,000	-
2009	28,643	5,000	-	-	-	-	-
2010-2014	114,577	25,000	-	-	-	-	1,000,000
	<u>257,792</u>	<u>47,500</u>	<u>600,000</u>	<u>812,000</u>	<u>830,000</u>	<u>601,000</u>	<u>1,000,000</u>
	GOB Series 2003B	GOB Series 2004A	Capital Lease 2004	CIB Lease Bond 2001	CIB Loan 1999	CIB Loan 1999	Totals
2005	30,000	-	50,459	21,000	47,000	41,000	1,061,602
2006	30,000	113,300	51,796	21,000	48,000	41,000	1,190,739
2007	75,000	116,000	53,167	21,000	50,000	41,000	955,810
2008	80,000	119,000	54,578	21,000	51,000	41,000	984,221
2009	360,000	123,000	-	21,000	53,000	40,000	630,643
2010-2014	1,525,000	660,000	-	42,000	-	40,000	3,406,577
2010-2014	-	142,000	-	-	-	-	142,000
	<u>2,100,000</u>	<u>1,273,300</u>	<u>210,000</u>	<u>147,000</u>	<u>249,000</u>	<u>244,000</u>	<u>8,371,592</u>

**EMERY COUNTY**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**December 31, 2004**

**NOTE 9 - MUNICIPAL SOLID WASTE LANDFILL - CLOSURE AND POSTCLOSURE CARE COST**

State and federal laws and regulations require the County to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the County reports a portion of these closure and postclosure care costs as an expenditure in the general fund each period based on landfill capacity used as of each balance sheet date. The landfill began accepting waste in mid 1995. The annual estimated postclosure care costs were estimated to cost \$12,000 annually. Closure costs have been estimated at \$254,000. An additional 25 percent (\$63,500) could be required for legal fees above the cost estimate for closure. These amounts are based on what it would cost to perform all closure and postclosure care when the landfill is filled to capacity. Actual cost may be higher due to inflation, changes in technology, or changes in regulations. Accrued landfill costs at December 31, 2004, were \$120,000.

The County is required by State and Federal laws and regulations to make annual contributions to a trust to finance closure and postclosure care. The County is in compliance with these requirements, and on October 5, 1994, the Emery County Commissioners passed a resolution to establish a financial assurance trust fund in the amount of \$133,000. The resolution has been acted on and the effective date of the financial assurance mechanism is October 5, 1994. Money deposited in the trust fund will be used exclusively for closure, postclosure care, and corrective action. Interest earned on the fund will be deposited to the Trust Fund. The fund will be evaluated on an annual basis and may be increased as needed by resolution. The balance at year end was \$253,420.

**NOTE 10 - TAX STABILITY AND TRUST FUND**

In July of 1980, the Emery County Commission established an ordinance amending the 1980 budget to establish a Tax Stability and Trust Fund and reduce a department within the General Fund in accordance with Section 17-4-14 of the Utah Code Annotate, 1953. The accumulated amount in the fund at year end was \$7,046,525. There was no activity in trust fund during the current year.

**NOTE 11- LIBRARY TAX STABILITY AND TRUST FUND**

On October 3, 1984, the Emery County Commission adopted an ordinance establishing a Library Tax Stability and Trust Fund in accordance with Section 17-4-14 of the Utah Code Annotated, 1953, as amended. The ordinance authorized the Auditor to transfer \$575,782 from the Library Fund Surplus to the newly created Library Tax Stability and Trust Fund. The balance in the fund at December 31, 2004, was \$725,782. Interest earned on this balance is recorded as revenue in the Library Special Revenue Fund. There was no activity in trust fund during the current year.

**NOTE 12 - HEALTH INSURANCE FUND**

In an effort to reduce health care costs and provide the desired coverage, on July 1, 1989, Emery County elected to partially self insure their health care costs in conjunction with a re-insurance provider. The County is responsible for all health care costs up to \$25,000 per claim. However, the maximum total cost the County could be liable for per year in the aggregate is \$690,204.

**EMERY COUNTY**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**December 31, 2004**

**NOTE 12 - HEALTH INSURANCE FUND (CONTINUED)**

The Special Revenue Fund charged the General Fund Departments the same premium for health insurance as the departments were paying previously. All claims are processed through a third party administrator who provides a full accounting of claims activity to the County.

**NOTE 13 - EMERY COUNTY NURSING HOME**

The Emery County Nursing Home is operated by the Emery County Nursing Home, Inc., a non-profit corporation. The governing board is a board of trustees comprised of nine members. The day to day management resides with the Governing Board and Nursing Home Administrator. The County Commission each year budgets amounts to cover certain expenditures of the Nursing Home. The amount of contributions to the Nursing Home during 2004 was \$43,000.

**NOTE 14 - BUILDING ADDITION - EMERY COUNTY NURSING HOME**

During 1997 the Municipal building Authority received a Community Impact Board grant in the amount of \$500,000 for the construction of a building addition to the Emery County Nursing Home. The County general fund contributed to the Building Authority sufficient additional money to complete the project. The Building Authority now leases the building addition to the Nursing Home. The lease requires monthly payments of \$3,500.

**NOTE 15 - EMERY COUNTY ECONOMIC DEVELOPMENT PROGRAM**

As of January 1, 1988, Emery County approved the inclusion of the Emery County Economic Development Program as part of County operations. The operation has been incorporated as a Special Revenue Fund. The purpose of the program is to promote economic development within the County. It will continue to operate with an economic development board composed of various residents of the County under the direction of the County Commission.

**NOTE 16 - CLASS B ROADS**

Following is a schedule of revenues, expenditures and changes in fund balance for Class B Roads:

Fund Balance - Beginning of Year	981,482
Revenues:	
Class B Road Allotments	1,430,423
Interest	14,093
Other	<u>20,458</u>
Total Revenues	1,464,974
Expenditures	<u>(1,472,161)</u>
Fund Balance - End of Year	<u><u>974,295</u></u>

**EMERY COUNTY**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**December 31, 2004**

**NOTE 17 - MUNICIPAL BUILDING AUTHORITY**

On March 16, 1994, the County Commissioners organized the Municipal Building Authority to acquire, improve or extend one or more projects and to finance their costs on behalf of the public body that created it and to all other lawful things allowed by law for this type of corporation. The trustees of the Building Authority consists of seven board members, three of which are the duly elected County Commissioners. The Building Authority is treated as a blended component unit for County reporting purposes.

**NOTE 18 - RELATED ORGANIZATION**

Emery County Water Conservancy District (Proprietary Fund Type) - This District operates under a board of trustees form of government and provides the following services: Oversees the management of Joe's Valley Dam and delivery systems that carry industrial, irrigation and municipal water to users. The District is also responsible for monitoring and recording the amount of water delivered to individual users.

Emery County has no financial benefit or burden with the Emery County Water Conservancy District. The County is not liable for any debts incurred by the District.

**NOTE 19 - TRANSFERS**

<u>Description</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General	315,298	681,550
Drug Task Force	40,000	-
Building Authority	9,737	305,504
Debt Service	-	9,737
Capital Improvements	156,000	-
Capital Replacement	400,000	-
Economic Development	85,550	-
Landfill Assurance	-	9,794
	<u>1,006,585</u>	<u>1,006,585</u>

**EMERY COUNTY**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**December 31, 2004**

**NOTE 19 - TRANSFERS (CONTINUED)**

Transfers were made for the following purposes:

- \* The General Fund transferred \$40,000 to the Drug Task Force Fund for current operations.
- \* The General Fund transferred \$85,550 to the Economic Development Fund to help fund County promotion.
- \* The General Fund transferred \$156,000 to the Capital Improvement Fund for capital expenditures.
- \* The General Fund transferred \$400,000 to the Capital Replacement Fund to replace capital assets as planned by the County.
- \* The Debt Service Fund transferred \$9,737 to the Building Authority Fund to cover certain debt service charges.
- \* The Landfill Assurance Fund transferred \$9,794 to the General Fund for reimbursement for overpayment in previous payments.
- \* The Municipal Building Authority transferred \$305,504 to the General Fund for operations.

**NOTE 20 - RISK MANAGEMENT**

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County participates in the Utah Association of Counties Insurance Mutual, a self-funded risk financing pool administered by the Utah Association of Counties. Through the Mutual, the County maintains general liability, errors and omissions, flood, earthquake, newly acquired property, builders risk, unscheduled location, and crime. The Mutual is reinsured through commercial companies to provide the following coverage:

**General Liability:**

\$1,000,000 per occurrence and \$3,000,000 in the aggregate

**Real and Personal Property:**

\$100,000,000 per occurrence, including flood and earthquake, subject to applicable aggregates.

**Automobile:**

\$1,150,000 automobile physical damage; \$1,250,000 automobile liability.

**Public Officials Liability:**

\$1,000,000 per occurrence and \$1,000,000 aggregate per member.

**EMERY COUNTY**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**December 31, 2004**

**NOTE 20 - RISK MANAGEMENT (CONTINUED)**

**Broiler and Machinery:**

\$50,000,000 limit, \$1,000 deductible.

The Mutual does not provide coverage for all risks and hazards, however, the County has obtained coverage for these risks through other commercial carriers for employee accidental death and dismemberment, workers compensation, and surety bond coverage.

Claims have not exceeded coverage in any of the last three calendar years.

**NOTE 21 - PENSION PLAN**

**Local Governmental - Cost Sharing:**

**Plan Description:**

Emery County contributes to the Local Governmental Contributory Retirement System, Local Governmental Noncontributory Retirement System and Public Safety Other Division A Noncontributory Retirement System for employers with Social Security coverage, all of which are cost-sharing multiple employer defined benefit pension plans administered by the Utah Retirement Systems (Systems). The Systems provide retirement benefits, annual cost of living allowances, death benefits and refunds to plan members and beneficiaries in accordance with retirement statutes established and amended by the State Legislature.

The Systems are established and governed by the respective sections of Chapter 49 of the Utah Code Annotated 1953 (Chapter 49) as amended, which also establishes the Utah State Retirement Office (Office) for the administration of the Utah Retirement Systems and plans. Chapter 49 places the Systems, the Office and related plans and programs under the direction of the Utah State Retirement Board (Board) whose members are appointed by the Governor. The Systems issue a publicly available financial report that included financial statements and required supplementary information for the Systems and Plans. A copy of the report may be obtained by writing to the Utah Retirement Systems, 540 East 200 South, Salt Lake City, UT 84102 or by calling 1-800-365-8772.

**Funding Policy:**

Plan members are required to contribute a percent of their covered salary (all or part may be paid by the employer) to the system to which they belong; 6.00% to the Contributory Retirement System. Emery County is required to contribute a percent of covered salary to the respective systems, 7.80% to the Contributory, 11.902% to the Noncontributory and 19.08% to the Public Safety Noncontributory Systems. The contribution rates are the actuarially determined rates and are approved by the Board approved by the Board as authorized by Chapter 49.

**EMERY COUNTY**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**December 31, 2004**

**NOTE 21 - PENSION PLAN (CONTINUED)**

Emery County contributions to the various systems for the years ending December 31, 2004, 2003 and 2002 respectively were; for the Contributory System, \$32,022.41, \$33,147.77 and \$35,358.39; for the Noncontributory System, \$223,859.76, \$189,893.70 and \$176,199.23; and for the Public Safety Noncontributory, \$226,838.78, \$189,365.00 and \$174,223.08 respectively. The conditions were equal to the required contributions for each year.

**NOTE 22 - INDIVIDUAL COMPONENT UNIT DISCLOSURES**

Emery County has four component units that are governmental fund types and one component unit that is a proprietary fund type. These component units are described below:

**Governmental Fund Types:**

**Castle Valley Special Service District:**

The District provides the following services in the County: culinary water, pressurized irrigation, sewer, drainage and road improvements and maintenance.

**Emery County Special Service District #1:**

The District's purpose is the improving of the County road system in Emery County.

**Emery County Recreation Special Service District:**

The District was established for the purpose of constructing and improving the recreational facilities for the residents of Emery County.

**Emery County Fire Protection Special Service District:**

The District was created for the purpose of the construction of improvements for fire control, public health, convenience and the necessity of providing fire protection to the residents of Emery County.

**Proprietary Fund Types:**

**North Emery Water Users Special Service District:**

The District was established for the acquisition of the necessary facilities, appurtenances and equipment to process and distribute culinary water to residents within the Districts boundaries.

Condensed financial statements for each of the five discretely presented component units for the year ended December 31, 2004 are as follows:



**EMERY COUNTY**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

December 31, 2004

**NOTE 22 - INDIVIDUAL COMPONENT UNIT DISCLOSURES (CONTINUED)**

Condensed Financial Statements - Discretely Presented Component Units:

**Condensed Statement of Net Assets:**

	Castle Valley Special Service District	Emery County Special Service District #1	Emery County Recreation Special Service District	Emery County Fire Protection Special Service District	North Emery Water Users Special Service District	Total
<b>Assets:</b>						
Current Assets	3,256,401	1,283,984	60,344	451,639	271,389	5,323,757
Noncurrent Assets:						
Restricted Cash	844,353	-	13,300	-	95,126	952,779
Bond Costs	45,180	-	-	-	-	45,180
Capital Assets (Net)	17,816,384	-	352,425	541,865	3,380,576	22,091,250
<b>Total Assets</b>	<b>21,962,318</b>	<b>1,283,984</b>	<b>426,069</b>	<b>993,504</b>	<b>3,747,091</b>	<b>28,412,966</b>
<b>Liabilities:</b>						
Current Liabilities	1,054,734	13,435	24,170	88,000	46,997	1,227,336
Noncurrent Liabilities:						
Deferred Revenue	-	-	-	-	77,191	77,191
Revenue Bonds Payable	6,347,300	-	126,000	405,000	272,148	7,150,448
Capital Lease Payable	159,541	-	-	-	-	159,541
Compensated Absences	79,126	-	-	-	-	79,126
<b>Total Liabilities</b>	<b>7,640,701</b>	<b>13,435</b>	<b>150,170</b>	<b>493,000</b>	<b>396,336</b>	<b>8,693,642</b>
<b>Net Assets:</b>						
Capital Assets - Net of Related Debt	10,262,750	-	205,425	48,865	3,075,284	13,592,324
Restricted	3,256,401	994,639	13,300	-	95,126	4,359,466
Unrestricted	802,466	275,910	57,174	451,639	180,345	1,767,534
<b>Total Net Assets</b>	<b>14,321,617</b>	<b>1,270,549</b>	<b>275,899</b>	<b>500,504</b>	<b>3,350,755</b>	<b>19,719,324</b>
<b>Total Liabilities and Net Assets</b>	<b>21,962,318</b>	<b>1,283,984</b>	<b>426,069</b>	<b>993,504</b>	<b>3,747,091</b>	<b>28,412,966</b>

**EMERY COUNTY**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

December 31, 2004

**NOTE 22 - INDIVIDUAL COMPONENT UNIT DISCLOSURES (CONTINUED)**  
**Condensed Statements of Revenues, Expenditures, and Changes in Fund Net Assets:**

**Governmental Activities:**

	Castle Valley Special Service District	Emery County Special Service District #1	Emery County Recreation Special Service District	Emery County Fire Protection Special Service District	Total
Revenues					
Current Expenditures	4,005,945 <u>(3,745,439)</u>	2,159,227 <u>(1,319,704)</u>	477,728 <u>(418,562)</u>	325,499 <u>(484,057)</u>	6,968,399 <u>(5,967,762)</u>
Change in Net Assets	260,506	839,523	59,166	(158,558)	1,000,637
Net Assets - Beginning	14,061,111	431,026	216,733	659,062	15,367,932
Net Assets - Ending	<u>14,321,617</u>	<u>1,270,549</u>	<u>275,899</u>	<u>500,504</u>	<u>16,368,569</u>

**Business-Type Activities:**

	North Emery Water Users Special Service District	Total
Operating Revenue		
Operating Expenses:		
Depreciation	169,277	169,277
Other	(110,510) <u>(155,968)</u>	(110,510) <u>(155,968)</u>
Operating Income (Loss)	<u>(97,201)</u>	<u>(97,201)</u>
Nonoperating Income (Expense):		
Operating Grants and Intergovernmental	154,892	154,892
Other Income (Expense)	3,860 <u>7,365</u>	3,860 <u>7,365</u>
Interest Income		
Total Nonoperating Income (Expense)	<u>166,117</u>	<u>166,117</u>
Change in Net Assets	68,916	68,916
Net Assets - Beginning	3,281,839	3,281,839
Net Assets - Ending	<u>3,350,755</u>	<u>3,350,755</u>

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is used to assist in formatting, for easier reading)

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**REQUIRED SUPPLEMENTARY  
INFORMATION  
"UNAUDITED"**

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**EMERY COUNTY  
CONDITION RATING OF THE COUNTY'S ROAD SYSTEM**

**For The Year Ended December 31, 2004**

**Percentage of Lane-Miles in Good or Better Condition:**

	<u>2002</u>	<u>2003</u>	<u>2004</u>
Paved	80	75	78
Gravel	80	85	83
Dirt (Native)	70	75	73
Bridges	90	90	90
Overall System	80	82	81

**Percentage of Lane-Miles in Substandard Condition:**

	<u>2002</u>	<u>2003</u>	<u>2004</u>
Paved	5	8	6
Gravel	10	5	7
Dirt (Native)	20	15	13
Bridges	10	10	10
Overall System	15	10	9

**Comparison of Needed-to-Actual Maintenance/Preservation - Roads and Bridges:**

	<u>2002</u>	<u>2003</u>	<u>2004</u>
Paved:			
Needed	400,000	500,000	450,000
Actual	420,000	450,000	425,000
Gravel:			
Needed	493,580	600,000	550,000
Actual	518,000	535,000	525,000
Dirt (Native):			
Needed	440,220	600,000	600,000
Actual	462,000	580,000	522,000
Overall System:			
Needed	1,333,800	1,700,000	1,600,000
Actual	1,400,000	1,565,000	1,472,000
 Difference	 <u>66,200</u>	 <u>(135,000)</u>	 <u>(128,000)</u>

The condition of road pavement is measured using the American... (AASHTO) pavement management system, which is based on stress factors found in pavement surfaces. The AASHTO pavement management system uses a measurement scale that is based on a condition index ranging from zero for a failed pavement to 100 for a pavement in perfect condition. The condition index is used to classify roads in good condition (70-100), fair condition (50-69), and substandard condition (less than 50). It is the County's policy to maintain at least 80 percent of its paved and gravel road system at a good or better condition level. No more than 20 percent should be in substandard condition for paved and gravel roads. It is also the County's policy to maintain at least 20 percent of its native road system at a good or better condition level. No more than 80 percent should be in substandard condition for native road system. Condition assessments are determined every year.

This schedule only presents the information for 2002, 2003 and 2004. GASB standards require reporting the last three complete condition assessments and needed-to-actual information for 5 years. However, the County implemented these new standards in 2002, and did not collect this information for the prior years. The County will continue to collect and retain this information so that over a period of five years it will be able to report the required information.

The condition of the County's bridges is determined using its Bridge Management and Inspection Program (BMIP). The bridge condition rating, which is a weighted average of an assessment of the ability of individual components to function structurally, uses a numerical condition scale ranging from 1.0 (impaired or load restricted) to 7.0 (new). It is the County's policy to keep the number and square footage of deck area of bridges with a condition rating of 1.0 to 1.9 below 1 percent. All bridges are inspected every two years.

**EMERY COUNTY  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND**

**For The Year Ended December 31, 2004**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis) (See Note A)	<u>Variance With</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Budgetary Fund Balance, January 1	4,993,276	4,993,276	4,993,276	-
<b>Resources (Inflows):</b>				
Property Taxes	5,280,000	5,768,500	5,729,391	(39,109)
Sales Taxes	140,000	160,000	161,792	1,792
Licenses and Permits	23,200	23,800	21,083	(2,717)
Intergovernmental Revenue	1,409,200	1,901,700	1,876,969	(24,731)
Charges for Services	501,500	518,200	525,901	7,701
Fines and Forfeitures	404,000	345,500	346,781	1,281
Miscellaneous Revenue	403,000	457,985	470,042	12,057
Contributions and Transfers	-	315,350	315,297	(53)
Amounts Available for Appropriation	<u>13,154,176</u>	<u>14,484,311</u>	<u>14,440,532</u>	<u>(43,779)</u>
<b>Charges to Appropriations (Outflows):</b>				
General Government:				
Commission	236,450	236,450	228,662	7,788
J. P. Court	263,250	243,100	239,590	3,510
Public Defender	78,400	80,400	78,994	1,406
Special Counsel	29,000	40,000	30,117	9,883
Law Library	3,500	4,500	3,933	567
Data Processing	260,570	252,620	242,813	9,807
Clerk-Auditor	210,000	197,000	191,907	5,093
Treasurer	152,700	140,600	138,006	2,594
Recorder	166,700	163,800	160,768	3,032
Attorney	390,700	397,300	393,352	3,948
Assessor	259,430	222,230	216,506	5,724
Surveyor	10,000	10,000	10,000	-
Vehicle Registration	50,400	50,400	46,636	3,764
Senior Citizen	215,500	215,500	215,500	-
Courthouse	106,500	116,500	114,125	2,375
Elections	25,000	25,000	18,273	6,727
Planning and Zoning	109,500	116,150	111,318	4,832
Public Lands	91,050	115,750	87,322	28,428
Fair	46,500	51,000	49,963	1,037
Extension Service	55,300	48,300	45,861	2,439
Workers Compensation	78,000	54,000	52,764	1,236
County Insurance	165,480	165,605	165,605	-
Non-Departmental	157,236	158,996	134,565	24,431
Airport	15,800	27,000	23,465	3,535
Dues and Contributions	148,100	148,100	135,945	12,155
Audit	18,000	18,000	18,000	-
Personnel Director	60,100	60,100	57,376	2,724
Total General Government	<u>3,403,166</u>	<u>3,358,401</u>	<u>3,211,366</u>	<u>147,035</u>

Continued

**EMERY COUNTY  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND**

**For The Year Ended December 31, 2004**

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis) (See Note A)</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Charges to Appropriations (Outflows) Continued:</b>				
Public Safety:				
Sheriff	1,952,400	2,021,100	1,994,599	26,501
Traffic Enforcement	128,700	78,700	76,219	2,481
Wildland Fire	13,873	18,873	17,196	1,677
Corrections	494,100	592,700	576,024	16,676
Detention	95,500	92,500	88,925	3,575
Communications	404,000	422,500	417,266	5,234
Animal Control	21,100	24,000	23,116	884
Homeland Security	211,000	416,000	400,934	15,066
Lease Payment	-	400,793	400,793	-
<b>Total Public Safety</b>	<b>3,320,673</b>	<b>4,067,166</b>	<b>3,995,072</b>	<b>72,094</b>
Public Health:				
Mosquito Control	128,075	141,675	134,307	7,368
Health Services	74,706	74,706	74,706	-
Mental Health	57,010	57,010	57,010	-
Ambulance	387,300	405,800	387,496	18,304
Landfill	127,800	168,300	158,484	9,816
Weed Control	109,470	113,300	108,440	4,860
Poor and Indigent	3,000	3,900	3,291	609
<b>Total Public Health</b>	<b>887,361</b>	<b>964,691</b>	<b>923,734</b>	<b>40,957</b>
Highway and Public Improvements:				
County Roads	348,450	336,100	330,067	6,033
Parks and Recreation:				
Television	38,200	36,700	31,401	5,299
Conservation and Economic Development:				
San Rafael Museum	35,000	46,420	44,187	2,233
Transfers Out	128,050	681,557	681,550	7
<b>Total Charges to Appropriations</b>	<b>8,160,900</b>	<b>9,491,035</b>	<b>9,217,377</b>	<b>273,658</b>
Budgetary Fund Balance - December 31	<u>4,993,276</u>	<u>4,993,276</u>	<u>5,223,155</u>	<u>229,879</u>

**EMERY COUNTY  
BUDGETARY COMPARISON SCHEDULE  
CLASS B ROAD**

**For The Year Ended December 31, 2004**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	<u>Variance With</u> <u>Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>(See Note A)</u>	<u>Positive</u> <u>(Negative)</u>
Budgetary Fund Balance, January 1	981,482	981,482	981,482	-
Resources (Inflows):				
Intergovernmental	1,420,000	1,420,000	1,430,423	10,423
Interest	15,000	15,000	14,093	(907)
Reimbursements	41,000	41,000	18,659	(22,341)
Miscellaneous	15,000	15,000	1,799	(13,201)
Use of Surplus	67,100	67,100	-	(67,100)
Amounts Available for Appropriation	<u>2,539,582</u>	<u>2,539,582</u>	<u>2,446,456</u>	<u>(93,126)</u>
Charges to Appropriations (Outflows):				
County Roads	<u>1,558,100</u>	<u>1,558,100</u>	<u>1,472,161</u>	<u>85,939</u>
Total Charges to Appropriations	<u>1,558,100</u>	<u>1,558,100</u>	<u>1,472,161</u>	<u>85,939</u>
Budgetary Fund Balance - December 31	<u>981,482</u>	<u>981,482</u>	<u>974,295</u>	<u>(7,187)</u>



**EMERY COUNTY  
BUDGETARY COMPARISON SCHEDULE  
INSURANCE FUND**

**For The Year Ended December 31, 2004**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	<u>Variance With</u> <u>Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>(See Note A)</u>	<u>Positive</u> <u>(Negative)</u>
Budgetary Fund Balance, January 1	1,165,038	1,165,038	1,165,038	-
Resources (Inflows):				
Intergovernmental	1,200,000	1,500,000	1,409,689	(90,311)
Interest Revenue	15,000	19,000	20,587	1,587
Miscellaneous	157,500	226,000	227,346	1,346
Use of Surplus	-	65,500	-	(65,500)
Amounts Available for Appropriation	<u>2,537,538</u>	<u>2,975,538</u>	<u>2,822,660</u>	<u>(152,878)</u>
Charges to Appropriations (Outflows):				
Public Health	<u>1,372,500</u>	<u>1,810,500</u>	<u>1,781,845</u>	<u>28,655</u>
Total Charges to Appropriations	<u>1,372,500</u>	<u>1,810,500</u>	<u>1,781,845</u>	<u>28,655</u>
Budgetary Fund Balance - December 31	<u><u>1,165,038</u></u>	<u><u>1,165,038</u></u>	<u><u>1,040,815</u></u>	<u><u>(124,223)</u></u>

**EMERY COUNTY**  
**NOTE A**  
**BUDGETARY COMPARISON SCHEDULE**  
**BUDGET-TO-GAAP RECONCILIATION**

**For The Year Ended December 31, 2003**

	<u>General Fund</u>	<u>Class B Road</u>	<u>Insurance Fund</u>
<b>Sources/Inflows and Resources:</b>			
Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedules.	14,440,532	2,446,456	2,822,660
<b>Differences - Budget to GAAP:</b>			
The fund balance at the beginning of the year is a budgetary resource but is not a current-year revenue for financial reporting purposes.	(4,993,276)	(981,482)	(1,165,038)
Transfers from other funds are inflows of budgetary resources but are not revenues for financial reporting purposes.	(315,296)	-	-
Bond proceeds are inflows of budgetary resources but are not revenues for financial reporting purposes but are other financing sources.	-	-	-
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	<u>9,131,960</u>	<u>1,464,974</u>	<u>1,657,622</u>
<b>Uses/Outflows of Resources:</b>			
Actual amounts (budgetary Basis "total charges to appropriations" from the budgetary comparison schedules.	9,217,378	1,472,161	1,781,845
<b>Differences - Budget to GAAP:</b>			
Transfers to other funds are outflows of budgetary resources but are not expenditures for financial reporting purposes.	(681,550)	-	-
Total expenditures as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>8,535,828</u>	<u>1,472,161</u>	<u>1,781,845</u>

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**COMBINING FINANCIAL  
STATEMENTS AND SCHEDULES**

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**EMERY COUNTY**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**ALL TRUST AND AGENCY FUNDS**

**For The Year Ended December 31, 2004**

	Balance December 31, 2003	Additions	Deletions	Balance December 31, 2004
<b><u>PROPERTY TAX FUND</u></b>				
ASSETS				
Cash	10,033	18,365,716	18,195,188	180,561
LIABILITIES				
Collections Payable	10,033	18,365,716	18,195,188	180,561
<b><u>GENERAL TAX STABILITY AND TRUST FUND</u></b>				
ASSETS				
Cash	7,046,525	-	-	7,046,525
FUND BALANCE				
Fund Balance	7,046,525	-	-	7,046,525
<b><u>COMPENSATED ABSENCES TRUST FUND</u></b>				
ASSETS				
Cash	133,996	2,622	-	136,618
FUND BALANCE				
Fund Balance	133,996	2,622	-	136,618
<b><u>LIBRARY TAX STABILITY AND TRUST FUND</u></b>				
ASSETS				
Cash	725,782	-	-	725,782
FUND BALANCE				
Fund Balance	725,782	-	-	725,782
<b><u>JUSTICE COURT FUND</u></b>				
ASSETS				
Cash	111,588	78,923	82,022	108,489
LIABILITIES				
Collections Payable	111,588	78,923	82,022	108,489

(Continued)

**EMERY COUNTY**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**ALL TRUST AND AGENCY FUNDS**

**For The Year Ended December 31, 2004**

	Balance December 31, 2003	Additions	Deletions	Balance December 31, 2004
<b>PAYROLL TRUST FUND</b>				
<b>ASSETS</b>				
Cash	-	1,296,493	1,296,493	-
<b>FUND BALANCE</b>				
Fund Balance	-	1,296,493	1,296,493	-
<b>LANDFILL ASSURANCE FUND</b>				
<b>ASSETS</b>				
Cash	258,763	4,451	9,794	263,214
<b>FUND BALANCE</b>				
Fund Balance	258,763	4,451	9,794	263,214
<b>TOTALS - ALL AGENCY FUNDS</b>				
<b>ASSETS</b>				
Cash	8,286,687	19,748,205	19,583,497	8,451,395
<b>TOTAL ASSETS</b>	8,286,687	19,748,205	19,583,497	8,451,395
<b>LIABILITIES</b>				
Collections Payable	121,621	18,444,639	18,277,210	289,050
<b>FUND BALANCE</b>				
Fund Balance	8,165,066	1,303,566	1,296,493	8,172,139
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	8,286,687	19,748,205	19,573,703	8,461,189

**EMERY COUNTY  
NONMAJOR GOVERNMENTAL FUNDS  
GOVERNMENTAL FUNDS**

**For The Year Ended December 31, 2004**

**Descriptions of Non-Major Governmental Funds:**

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

**Revolving Loan Fund**

This fund is used to loan monies to qualifying businesses for economic development purposes. The fund also records payment of principal and interest on the loans.

**Drug Court Fund:**

This fund is used to account for monies used in administering the drug court program.

**E-911 Fund:**

This fund is used to account for monies collected on telephone bills for providing 911 emergency services in the County.

**Narcotics Task Force Fund:**

This fund is used to account for the activities of the narcotics task force in the County. These funds are restricted for providing law enforcement activities regarding illegal drug use in the County.

**Economic Development Fund:**

This fund accounts for the monies received and expenditures relating to promotion of Emery County.

**Historic Preservation Fund:**

This fund is used to account for the cost of documenting the history of Emery County

**Library Fund:**

This fund accounts for tax monies received from property taxes to fund the costs of maintaining the eight County libraries.

**EMERY COUNTY  
NONMAJOR GOVERNMENTAL FUNDS  
GOVERNMENTAL FUNDS**

**For The Year Ended December 31, 2004**

**Transient Room Tax Fund:**

This fund is used to account for room taxes collected within the County to fund the economic development activities of the County.

**Flood Control Fund:**

This fund is used to offset the cost of floods in Emery County.

**Industrial Park:**

This fund is used to account for monies received and expended associated with land sales within the industrial park.

**Debt Service Fund:**

This fund accounts for monies received for the payment of debt incurred by the County for capital improvement projects.

**Municipal Building Authority:**

The Municipal Building Authority borrows funds for capital outlay puposes and then leases these facilities to the County and uses the revenues to make the debt service payments.



**EMERY COUNTY  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS**

**December 31, 2004**

	<u>Revolving Loan Fund</u>	<u>Drug Court</u>	<u>E-911</u>	<u>Narcotics Task Force</u>	<u>Economic Development</u>
<b>ASSETS</b>					
Cash	-	(4,377)	84,424	(1,280)	35,290
Restricted Cash - Bond Reserves	-	-	-	-	-
Restricted Cash - Loan Funds	118,244	-	-	-	-
Due from Other Government Units	-	15,327	-	15,684	-
Notes Receivable	<u>266,010</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL ASSETS</b>	<u><u>384,254</u></u>	<u><u>10,950</u></u>	<u><u>84,424</u></u>	<u><u>14,404</u></u>	<u><u>35,290</u></u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts Payable	<u>-</u>	<u>-</u>	<u>61</u>	<u>-</u>	<u>-</u>
<b>Total Liabilities</b>	<u>-</u>	<u>-</u>	<u>61</u>	<u>-</u>	<u>-</u>
Fund Balances:					
Reserved, Reported in:					
Special Revenue Funds	384,254	-	-	-	-
Unreserved, Reported in:					
Debt Service Fund	-	-	-	-	-
Capital Improvement Funds	-	-	-	-	-
Special Revenue Funds	<u>-</u>	<u>10,950</u>	<u>84,363</u>	<u>14,404</u>	<u>35,290</u>
<b>Total Fund Balances</b>	<u><u>384,254</u></u>	<u><u>10,950</u></u>	<u><u>84,363</u></u>	<u><u>14,404</u></u>	<u><u>35,290</u></u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u><u>384,254</u></u>	<u><u>10,950</u></u>	<u><u>84,424</u></u>	<u><u>14,404</u></u>	<u><u>35,290</u></u>

<u>Historic Preservation</u>	<u>Library</u>	<u>Transient Room Tax</u>	<u>Flood Control</u>	<u>Industrial Park</u>	<u>Debt Service</u>	<u>Municipal Building Authority</u>	<u>Total Nonmajor Government Funds</u>
(4,925)	290,082	130,883	525,702	41,391	-	1,118,000	2,215,190
-	-	-	-	-	716,848	-	716,848
-	-	-	-	-	-	-	118,244
4,925	-	-	-	-	-	-	35,936
-	-	-	-	-	-	-	266,010
<u>-</u>	<u>290,082</u>	<u>130,883</u>	<u>525,702</u>	<u>41,391</u>	<u>716,848</u>	<u>1,118,000</u>	<u>3,352,228</u>
<u>-</u>	<u>3,809</u>	<u>2,500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,766</u>	<u>15,136</u>
<u>-</u>	<u>3,809</u>	<u>2,500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,766</u>	<u>15,136</u>
-	-	-	-	-	-	-	384,254
-	-	-	-	-	716,848	-	716,848
-	-	-	-	-	-	1,109,234	1,109,234
-	286,273	128,383	525,702	41,391	-	-	1,126,756
-	286,273	128,383	525,702	41,391	716,848	1,109,234	3,337,092
<u>-</u>	<u>290,082</u>	<u>130,883</u>	<u>525,702</u>	<u>41,391</u>	<u>716,848</u>	<u>1,118,000</u>	<u>3,352,228</u>

**EMERY COUNTY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**

**For The Year Ended December 31, 2004**

	<u>Revolving Loan Fund</u>	<u>Drug Court</u>	<u>E-911</u>	<u>Narcotics Task Force</u>	<u>Economic Development</u>
<b>Revenues:</b>					
Property Taxes	-	-	-	-	-
Transient Room Tax	-	-	-	-	-
Intergovernmental Revenue	-	67,251	-	65,954	28,172
Interest	20,044	-	1,243	13	255
Miscellaneous	<u>8,005</u>	<u>-</u>	<u>38,459</u>	<u>400</u>	<u>10</u>
 Total Revenues	 <u>28,049</u>	 <u>67,251</u>	 <u>39,702</u>	 <u>66,367</u>	 <u>28,437</u>
<b>Expenditures:</b>					
Current:					
Public Safety	-	59,645	3,639	106,979	-
County Promotion	5,537	-	-	-	99,581
Culture and Education	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Debt Service:					
Principal	-	-	-	-	-
Interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Total Expenditures	 <u>5,537</u>	 <u>59,645</u>	 <u>3,639</u>	 <u>106,979</u>	 <u>99,581</u>
 Excess of Revenues Over (Under) Expenditures	 <u>22,512</u>	 <u>7,606</u>	 <u>36,063</u>	 <u>(40,612)</u>	 <u>(71,144)</u>
 Other Financing Sources (Uses):					
Transfers In	-	-	-	40,000	85,550
Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Total Other Financing Sources (Uses):	 <u>-</u>	 <u>-</u>	 <u>-</u>	 <u>40,000</u>	 <u>85,550</u>
 Net Change In Fund Balance	 22,512	 7,606	 36,063	 (612)	 14,406
 Fund Balance - Beginning	 <u>361,742</u>	 <u>3,344</u>	 <u>48,300</u>	 <u>15,016</u>	 <u>20,884</u>
 Fund Balance - Ending	 <u><u>384,254</u></u>	 <u><u>10,950</u></u>	 <u><u>84,363</u></u>	 <u><u>14,404</u></u>	 <u><u>35,290</u></u>

<u>Historic Preservation</u>	<u>Library</u>	<u>Transient Room Tax</u>	<u>Flood Control</u>	<u>Industrial Park</u>	<u>Debt Service</u>	<u>Municipal Building Authority</u>	<u>Total Nonmajor Government Funds</u>
-	597,076	-	-	-	-	-	597,076
-	-	137,338	-	-	-	-	137,338
9,898	18,141	-	-	-	-	1,035,502	1,224,918
-	10,319	-	-	794	12,132	17,627	62,427
<u>1,000</u>	<u>7,439</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>400,794</u>	<u>456,107</u>
<u>10,898</u>	<u>632,975</u>	<u>137,338</u>	<u>-</u>	<u>794</u>	<u>12,132</u>	<u>1,453,923</u>	<u>2,477,866</u>
-	-	-	-	-	-	96,436	266,699
-	-	90,227	-	-	-	-	195,345
12,975	634,076	-	-	-	-	-	647,051
-	-	-	-	-	-	118,776	118,776
-	-	-	-	-	-	342,000	342,000
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>222,995</u>	<u>222,995</u>
<u>12,975</u>	<u>634,076</u>	<u>90,227</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>780,207</u>	<u>1,792,866</u>
<u>(2,077)</u>	<u>(1,101)</u>	<u>47,111</u>	<u>-</u>	<u>794</u>	<u>12,132</u>	<u>673,716</u>	<u>685,000</u>
-	-	-	-	-	-	9,737	135,287
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(9,737)</u>	<u>(305,504)</u>	<u>(315,241)</u>
-	-	-	-	-	(9,737)	(295,767)	(179,954)
(2,077)	(1,101)	47,111	-	794	2,395	377,949	505,046
<u>2,077</u>	<u>287,374</u>	<u>81,272</u>	<u>525,702</u>	<u>40,597</u>	<u>714,453</u>	<u>731,285</u>	<u>2,832,046</u>
<u>-</u>	<u>286,273</u>	<u>128,383</u>	<u>525,702</u>	<u>41,391</u>	<u>716,848</u>	<u>1,109,234</u>	<u>3,337,092</u>

**EMERY COUNTY  
TREASURER'S TAX COLLECTION TRUST FUND  
BALANCE SHEET**

**December 31, 2004**

**ASSETS:**

Cash In Investment Accounts	<u>180,562</u>
<b>TOTAL ASSETS</b>	<b><u><u>180,562</u></u></b>

**LIABILITIES:**

Collections Payable	<u>180,562</u>
<b>TOTAL LIABILITIES</b>	<b><u><u>180,562</u></u></b>

**EMERY COUNTY  
COUNTY TREASURER  
CURRENT YEARS TAXABLE VALUES**

December 31, 2004

Taxing Units	Real and Centrally Assessed Values	Real and Centrally Assessed Tax Rates	Taxes Charged	Personal Property Values	Personal Property Tax Rates	Personal Property Taxes Charged	Total Taxes Charged
<b>County Funds:</b>							
General	1,355,322,627	.003610	4,892,715	17,541,233	.003714	65,148	4,957,863
Library	1,355,322,627	.000417	565,170	17,541,233	.000429	7,525	572,695
State Assessing/Collecting	1,355,322,627	.000180	243,958	17,541,233	.000181	3,175	247,133
Local Assessing/Collecting	1,355,322,627	.000227	307,658	17,541,233	.000234	4,105	311,763
<b>Total County Funds</b>			<u>6,009,501</u>			<u>79,953</u>	<u>6,089,453</u>
<b>Emery County School District</b>	1,355,322,627	.006070	8,226,808	17,541,233	.006228	109,247	<u>8,336,055</u>
<b>Cities and Towns:</b>							
Castle Dale	29,962,893	.001809	54,203	2,456,730	.001857	4,562	58,765
Cleveland	7,504,790	.001276	9,576	304,483	.001309	399	9,975
Elmo	5,016,130	.002145	10,760	109,968	.002030	223	10,983
Emery	4,617,929	.002407	11,115	305,852	.002173	665	11,780
Ferron	24,122,348	.002284	55,095	1,145,183	.002267	2,596	57,692
Green River	30,253,252	.000000	-	2,748,955	.000000	-	-
Huntington	29,656,283	.001872	55,517	2,879,943	.001775	5,112	60,628
Orangeville	20,852,309	.002188	45,625	514,803	.002202	1,134	46,758
Clawson	2,258,157	.000822	1,856	24,636	.000847	21	1,877
<b>Total Cities and Towns</b>			<u>243,747</u>			<u>14,711</u>	<u>258,458</u>
<b>Water Conservancy District</b>	1,319,385,737	.000400	527,754	14,443,705	.000368	5,315	533,070
<b>Castle Valley SSD</b>	898,655,607	.002359	2,119,929	7,741,598	.002380	18,425	<u>2,138,354</u>
<b>Grand County Funds:</b>							
School District Bonds	15,912,800	.001330	21,164	1,297,321	.001455	1,888	23,052
Water Conservancy Bonds	15,912,800	.000095	1,512	1,297,321	.000104	135	1,647
Special Service District Bonds	15,912,800	.000221	3,517	1,297,321	.000267	346	3,863
Grand County Bonds	15,912,800	.000297	4,726	1,297,321	.000333	432	5,158
<b>Total Grand County Funds</b>			<u>30,919</u>			<u>2,801</u>	<u>33,719</u>
<b>GRAND TOTALS</b>			<u>17,158,657</u>			<u>230,452</u>	<u>17,389,109</u>

**EMERY COUNTY  
COUNTY TREASURER  
STATEMENT OF TAXES CHARGED, COLLECTED AND DISBURSED  
CURRENT AND PRIOR YEARS**

December 31, 2004

Current Years Taxes					
TAXING UNITS	Taxes Charged	Treasurer's Relief			Total Treasurer's Relief
		Unpaid Taxes	Abatements	Other	
County Funds:					
General	4,957,863	48,105	37,329	772	86,206
Emery County Library	572,695	5,557	4,312	89	9,958
Flood Control	-	-	-	-	-
Judgment Levy	-	-	-	-	-
Assessing & Collecting - State	247,133	2,399	1,861	22	4,282
Assessing & Collecting-County	311,763	3,025	2,347	51	5,423
Total County Funds	6,089,454	59,086	45,849	934	105,869
School Funds:					
School District - Local	5,864,462	56,899	44,154	952	102,005
School District - State	2,471,593	23,986	18,613	282	42,881
School Dist. - Judgment Levy	-	-	-	-	-
Total School Funds	8,336,055	80,885	62,767	1,234	144,886
Towns:					
Castle Dale	58,765	2,617	565	(65)	3,117
Cleveland	9,975	672	73	-	745
Elmo	10,983	1,113	178	-	1,291
Emery	11,780	934	212	(5)	1,141
Ferron	57,692	2,167	887	(326)	2,728
Green River	-	-	-	-	-
Huntington	60,628	4,598	389	39	5,026
Orangeville	46,758	2,099	769	98	2,966
Clawson	1,877	280	6	-	286
Total Towns	258,458	14,480	3,079	(259)	17,300
Other:					
Water Conservancy District	533,070	4,623	4,103	(121)	8,605
Water CD - Judgment Levy	-	-	-	-	-
C. V. Special Service District	2,138,353	17,893	20,774	(243)	38,424
C. V. SSD - Judgment Levy	-	-	-	-	-
Total Other	2,671,423	22,516	24,877	(364)	47,029
Grand County Districts:					
School District	23,051	106	-	(13)	93
Water Conservancy	1,647	8	-	(1)	7
Special Service District	3,863	18	-	1	19
Grand County	5,158	24	-	(2)	22
Total Grand County Districts	33,719	156	-	(15)	141
GRAND TOTALS	17,389,109	177,123	136,572	1,530	315,225

Current Years Taxes		Other Collections				
Taxes Collected	Rate	Fee In Lieu	Miscellaneous Collections	Delinquencies		Total Apportioned
				Tax	Interest/ Penalty	
4,871,657	98.26%	226,250	36,602	60,837	42,938	5,238,284
562,737	98.26%	26,134	235	7,029	778	596,913
-	-	-	-	362	62	424
-	-	-	-	1,357	124	1,481
242,851	98.27%	11,026	100	3,057	349	257,383
306,340	98.26%	14,255	128	3,831	424	324,978
5,983,585	98.26%	277,665	37,065	76,473	44,675	6,419,463
5,762,457	98.26%	268,222	49,518	74,863	8,323	6,163,383
2,428,712	98.27%	111,175	1,010	30,225	3,402	2,574,524
-	-	-	-	1,763	160	1,923
8,191,169	98.26%	379,397	50,528	106,851	11,885	8,739,830
55,648	94.70%	17,815	394	2,617	182	76,656
9,230	92.53%	6,852	217	517	19	16,835
9,692	88.25%	5,282	48	1,827	115	16,964
10,639	90.31%	4,403	60	1,377	164	16,643
54,964	95.27%	18,441	363	2,953	321	77,042
-	-	-	-	-	-	-
55,602	91.71%	17,563	335	6,314	455	80,269
43,792	93.66%	18,091	260	2,338	128	64,609
1,591	84.76%	549	8	296	16	2,460
241,158	93.31%	88,996	1,685	18,239	1,400	351,478
524,465	98.39%	20,192	2,944	5,005	648	553,254
-	-	-	-	88	8	96
2,099,929	98.20%	110,169	13,572	22,169	1,575	2,247,414
-	-	-	-	268	19	287
2,624,394	98.24%	130,361	16,516	27,530	2,250	2,801,051
22,958	99.60%	(23)	(1)	1,596	75	24,605
1,640	99.57%	(2)	1	114	5	1,758
3,844	99.51%	(4)	-	293	13	4,146
5,136	99.57%	(5)	-	365	17	5,513
33,578	99.58%	(34)	-	2,368	110	36,022
17,073,884	98.19%	876,385	105,794	231,461	60,320	18,347,844



**EMERY COUNTY  
TAX COLLECTION TRUST FUND  
CASH RECEIPTS AND DISBURSEMENTS**

**For The Year Ended December 31, 2004**

	Treasurer's Balance December 31, 2003	Tax Collection Receipts	Current Taxes Apportioned
<b>Tax Collection Accounts:</b>			
Current Years Taxes	-	17,069,727	(17,069,727)
Fee-In-Lieu	-	876,385	-
Redemption of Prior Years Taxes	-	291,781	-
Miscellaneous	-	105,794	-
Refunds	-	6,841	-
Prepayments	4,157	4,546	(4,157)
Interest	5,876	10,642	-
	<hr/>	<hr/>	<hr/>
<b>Total Collections</b>	<b>10,033</b>	<b>18,365,716</b>	<b>(17,073,884)</b>
	<hr/>	<hr/>	<hr/>
<b>Taxing Units</b>			
<b>County General Fund:</b>			
General	-	-	4,871,657
Library	-	-	562,737
Flood Control	-	-	-
Assessing & Collecting - State	-	-	242,851
Assessing & Collecting - County	-	-	306,340
<b>Emery School District</b>	-	-	8,191,169
<b>Cities and Towns:</b>			
Castle Dale	-	-	55,648
Cleveland	-	-	9,230
Elmo	-	-	9,692
Emery	-	-	10,639
Ferron	-	-	54,964
Green River	-	-	-
Huntington	-	-	55,602
Orangeville	-	-	43,792
Clawson	-	-	1,591
<b>Other Districts:</b>			
Water Conservancy District	-	-	524,465
C. V. Special Service District	-	-	2,099,929
Green River Drainage	-	-	-
<b>Grand County Districts:</b>			
School District	-	-	22,958
Water Conservancy District	-	-	1,640
Special Service District	-	-	3,844
Grand County	-	-	5,136
	<hr/>	<hr/>	<hr/>
<b>Total Grand County Districts</b>	<b>-</b>	<b>-</b>	<b>17,073,884</b>
	<hr/>	<hr/>	<hr/>
<b>GRAND TOTALS</b>	<b>10,033</b>	<b>18,365,716</b>	<b>-</b>
	<hr/>	<hr/>	<hr/>

<u>Fee-In-Lieu Apportioned</u>	<u>Motor Carrier and Miscellaneous</u>	<u>Delinquent Taxes Apportioned</u>	<u>Total</u>	<u>Disbursements</u>	<u>Treasurer's Balance December 31, 2004</u>
-	-	-	-	-	-
(876,385)	-	-	-	-	-
-	-	(291,781)	-	-	-
-	(105,794)	-	-	-	-
-	-	-	6,841	6,841	-
-	-	-	4,546	-	4,546
-	-	-	16,518	8,602	7,916
<u>(876,385)</u>	<u>(105,794)</u>	<u>(291,781)</u>	<u>27,905</u>	<u>15,443</u>	<u>12,462</u>
226,250	36,602	105,256	5,239,765	5,239,765	-
26,134	235	7,807	596,913	596,913	-
-	-	424	424	424	-
11,026	100	3,406	257,383	257,383	-
14,255	128	4,255	324,978	324,978	-
379,397	50,528	118,736	8,739,830	8,624,894	114,936
17,815	394	2,799	76,656	73,809	2,847
6,852	217	536	16,835	15,992	843
5,282	48	1,942	16,964	16,286	678
4,403	60	1,541	16,643	15,132	1,511
18,441	363	3,274	77,042	73,865	3,177
-	-	-	-	-	-
17,563	335	6,769	80,269	74,664	5,605
18,091	260	2,466	64,609	62,460	2,149
549	8	312	2,460	2,321	139
20,192	2,944	5,749	553,350	548,851	4,499
110,169	13,572	24,031	2,247,701	2,227,014	20,687
-	-	-	-	-	-
(23)	(1)	1,671	24,605	17,080	7,525
(2)	1	119	1,758	1,220	538
(4)	-	306	4,146	2,869	1,277
(5)	-	382	5,513	3,824	1,689
<u>876,385</u>	<u>105,794</u>	<u>291,781</u>	<u>18,347,844</u>	<u>18,179,744</u>	<u>168,100</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>18,375,749</u>	<u>18,195,187</u>	<u>180,562</u>

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is used to assist in formatting, for easier reading)

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## **COMPLIANCE SECTION**

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# Kimball & Roberts

*Certified Public Accountants  
A Professional Corporation*

*Box 663  
Richfield, Utah 84701  
Phone 896-6488*

## REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

The Honorable Board of County Commissioners  
Emery County  
Castle Dale, Utah 84513

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of Emery County as and for the year ended December 31, 2004, which collectively comprise Emery County's basic financial statements and have issued our report thereon dated May 18, 2005. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

### Internal Control Over Financial Reporting

In planning and performing our audit, we considered Emery County's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

### Compliance and Other Matters

As part of obtaining reasonable assurance about whether Emery County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

The Honorable Board of County Commissioners  
Emery County  
Page -2-

This report is intended solely for the information and use of the audit committee, management, County Commission and is not intended to be and should not be used by anyone other than these specified parties.

  
KIMBALL & ROBERTS, P. C.  
Certified Public Accountants

May 18, 2005  
Richfield, Utah

# **Kimball & Roberts**

*Certified Public Accountants  
A Professional Corporation*

*Box 663  
Richfield, Utah 84701  
Phone 896-6488*

## **AUDITOR'S REPORT ON STATE LEGAL COMPLIANCE**

The Honorable Board of County Commissioners  
Emery County  
Castle Dale, Utah 84513

We have audited the basic financial statements of Emery County, for the year ended December 31, 2004, and have issued our report thereon dated May 18, 2005. As part of our audit, we have audited Emery County's compliance with the requirements governing types of services allowed or unallowed; eligibility; matching, level of effort, or earmarking; reporting; special tests and provisions applicable to each of its major State assistance programs as required by the State of Utah Legal Compliance Audit Guide for the year ended December 31, 2004. The County received the following major State assistance programs from the State of Utah:

B Road Funds (Department of Transportation)  
Liquor Law Enforcement (State Tax Commission)

The County also received the following nonmajor grants, which are not required to be audited for specific compliance requirements: (However, these programs were subject to testwork as part of the audit of Emery County's financial statements.)

Emergency Medical Services Grant (Department of Health)  
Search and Rescue (Comprehensive Emergency Management)  
Library Grants (State Library Commission)  
History Grants (Division of Communities and Economic Development)  
Safe Communities Grant (Department of Public Safety)  
GIS Mapping (Department of Administrative Services)  
Workforce Services Survey Grant (Department of Workforce Services)  
Drug Court (Department of Health)

Our audit also included testwork on the County's compliance with those general compliance requirements identified in the State of Utah Legal Compliance Audit Guide, including:

Public Debt  
Cash Management  
Purchasing Requirements  
Budgetary Compliance  
Property Tax  
Other Compliance Requirements

The management of Emery County is responsible for the County's compliance with all compliance requirements identified above. Our responsibility is to express an opinion on compliance with those requirements based on our audit.

The Honorable Board of County Commissioners  
Emery County  
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We conducted our audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether material noncompliance with the requirements referred to above occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements. We believe that our audit provides a reasonable basis for our opinion.

The results of our audit procedures disclosed no instances of noncompliance with the requirements referred to above.

In our opinion, Emery County, complied, in all material respects, with the general compliance requirements identified above and the requirements governing types of services allowed or unallowed; eligibility; matching, level of effort, or earmarking; reporting; and special tests and provisions that are applicable to its major State assistance programs for the year ended December 31, 2004.



KIMBALL & ROBERTS, P. C.  
Certified Public Accountants

May 18, 2005  
Richfield, Utah